

**Annexure 1- Restated Statement of Assets and Liabilities**  
 (All amounts in million except otherwise stated)

Particulars	Annexure	As on September 30, 2023	As on September 30, 2022	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
<b>CAPITAL &amp; LIABILITIES</b>						
Capital	6	353.51	342.52	342.52	340.44	339.10
Reserve and Surplus	7	6,764.07	5,222.60	5,763.58	4,817.37	4,168.80
Deposits	8	70,002.86	61,845.95	65,606.21	60,463.59	52,210.70
Borrowings	9	5,727.60	7,832.98	7,213.83	4,984.30	6,167.20
Other Liabilities and provisions	10	1,058.86	909.88	981.60	933.51	826.58
<b>Total</b>		<b>83,906.90</b>	<b>76,153.93</b>	<b>79,907.74</b>	<b>71,539.21</b>	<b>63,712.38</b>
<b>ASSETS</b>						
Cash and Balances with Reserve Bank of India	11	5,024.63	4,433.20	4,626.52	3,639.95	7,217.24
Balances with Banks and Money at call and Short Notice	12	3,501.40	5,495.05	4,182.09	6,550.61	5,686.99
Investments	13	15,494.55	13,359.72	14,885.81	13,570.63	12,122.52
Advances	14	57,841.85	51,270.41	54,286.88	46,348.00	37,268.86
Fixed assets	15	807.60	829.79	825.93	835.87	865.54
Other Assets	16	1,236.87	765.76	1,100.51	594.15	551.23
<b>Total</b>		<b>83,906.90</b>	<b>76,153.93</b>	<b>79,907.74</b>	<b>71,539.21</b>	<b>63,712.38</b>
Contingent Liabilities	17	529.18	483.36	564.74	456.21	383.51
Bills for Collection		-	-	-	-	-
Significant Accounting Policies	5					
Notes forming part of the Restated Financial Statements	22					

The annexures referred to above form an integral part of the restated statement of assets and liabilities. The Restated Statement of Assets and Liabilities has been prepared in conformity with Form A to the Third Schedule of the Banking Regulation Act, 1949.

As per our report of even date

For T R Chadha & Co. LLP  
Chartered Accountants

FRN: 006711N/N500028



Hitesh Garg  
Partner

Membership No. 502955  
Date: January 15, 2024  
Place: Noida




For and on behalf of the Board of Capital Small Finance Bank Limited

  
Sarvjit Singh Samra  
Managing Director &  
Chief Executive Officer  
DIN: 00477444

  
Munish Jain  
Executive Director &  
Chief Financial Officer  
DIN: 10132430

Date: January 15, 2024  
Place: Jalandhar

  
Kamaldeep Singh Sangha  
Director  
DIN: 08242130

  
Amit Sharma  
Company Secretary  
Membership No. FCS10888

  
Gurpreet Singh Chug  
Director  
DIN: 01003380



**Annexure 2- Restated Statement of Profit and Loss**  
(All amounts in million except otherwise stated)

Particulars	Annexure	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>INCOME</b>						
Interest Earned	18	3,859.82	3,207.25	6,760.07	5,782.18	5,114.39
Other Income	19	292.34	220.83	494.75	541.85	458.34
<b>Total</b>		<b>4,152.16</b>	<b>3,428.08</b>	<b>7,254.82</b>	<b>6,324.03</b>	<b>5,572.73</b>
<b>EXPENDITURE</b>						
Interest Expended	20	2,150.08	1,693.69	3,540.24	3,229.36	3,128.28
Operating Expenses	21	1,248.24	1,061.90	2,227.54	1,962.53	1,729.59
Provisions and Contingencies (Refer note 46 of Annexure 22)		209.93	261.57	551.08	506.45	307.02
<b>Total</b>		<b>3,608.25</b>	<b>3,017.16</b>	<b>6,318.86</b>	<b>5,698.34</b>	<b>5,164.89</b>
<b>PROFIT</b>						
Net profit for the period		543.91	410.92	935.96	625.69	407.84
Profit brought forward		2,331.82	1,670.21	1,670.21	1,262.86	987.72
<b>Total</b>		<b>2,875.73</b>	<b>2,081.13</b>	<b>2,606.17</b>	<b>1,888.57</b>	<b>1,395.56</b>
<b>APPROPRIATIONS</b>						
Transfer to Statutory Reserve		-	-	233.99	156.42	101.96
Transfer to Special Reserve		-	-	34.54	18.04	6.92
Transfer (from)/ to Revenue and Other Reserves (Investment Reserve Account)		-	-	(7.57)	0.14	(0.14)
Transfer (from)/ to Revenue and Other Reserves (Investment Fluctuation Reserve)		-	-	(20.84)	16.56	23.94
Dividend		42.42	34.23	34.23	27.20	-
Balance carried over to Balance sheet		2,833.31	2,046.90	2,331.82	1,670.21	1,262.88
<b>Total</b>		<b>2,875.73</b>	<b>2,081.13</b>	<b>2,606.17</b>	<b>1,888.57</b>	<b>1,395.56</b>
<b>EARNING PER SHARE</b>						
Basic (₹)		15.59*	12.02*	27.35	18.41	12.04
Diluted (₹)		15.49*	11.97*	27.21	18.22	11.98
Face value (₹)		10.00	10.00	10.00	10.00	10.00
*non-annualized						
Significant Accounting Policies	5					
Notes forming part of the Restated Financial Statements	22					

The annexures referred to above form an integral part of the restated statement of profit and loss. The Restated Statement of Profit and Loss has been prepared in conformity with Form A to the Third Schedule of the Banking Regulation Act, 1949.

As per our report of even date

For T R Chadha & Co. LLP  
Chartered Accountants

FRN: 006711N/N500028




Hitesh Garg  
Partner  
Membership No. 502955  
Date: January 15, 2024  
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For and on behalf of the Board of Capital Small Finance Bank Limited

  
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Kamaldeep Singh Sangha  
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Amit Sharma  
Company Secretary  
Membership No. FCS10888

  
Gurpreet Singh Chug  
Director  
DIN: 01003380



**Annexure 3- Restated Statement of Cash Flows**  
(All amounts in million except otherwise stated)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>					
Net Profit before Taxes	721.32	549.07	1,241.56	844.89	537.37
Adjustments For-					
Depreciation Charge on Fixed Assets	85.61	115.23	206.67	161.16	164.92
Loan Loss Provision	32.52	123.41	245.48	287.25	177.49
(Profit)/ Loss on Sale of Fixed Assets	0.15	0.17	(0.10)	0.06	(0.01)
Employee Stock Option Expense	12.14	10.77	26.71	38.35	22.12
Depreciation/ (Reversal of Depreciation) on Investments	7.95	17.49	13.40	(0.24)	0.24
Operating profit before working capital changes	859.69	816.14	1,733.72	1,331.47	902.13
Adjustments For-					
Decrease/ (Increase) in Term Deposits with other Banks	1,069.07	1,383.70	2,326.03	(722.31)	(1,159.63)
(Increase)/ Decrease in Investments	(616.69)	193.42	(1,328.58)	(1,447.86)	(1,604.02)
(Increase) in Advances	(3,586.70)	(5,040.24)	(8,185.63)	(9,257.16)	(4,374.22)
Increase in Deposits	4,396.65	1,382.36	5,142.62	8,252.89	7,744.47
(Increase)/ Decrease in Other Assets	(123.14)	(150.74)	(494.48)	(28.13)	81.03
Increase/ (Decrease) in Other Liabilities & Provisions	76.47	(3.12)	75.45	(28.39)	282.00
Cash Flow from Operating Activities	2,075.35	(1,418.49)	(730.87)	(1,899.51)	1,871.76
Direct Taxes Paid (net of refunds)	(190.63)	(185.12)	(343.57)	(207.90)	(128.58)
<b>NET CASH FLOW FROM/ (USED IN) OPERATING ACTIVITIES</b>	<b>1,884.72</b>	<b>(1,603.61)</b>	<b>(1,074.44)</b>	<b>(2,107.41)</b>	<b>1,743.18</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>					
Purchase of Fixed Assets	(67.90)	(109.89)	(197.64)	(134.94)	(129.26)
Proceeds from Sale of Fixed Assets	0.47	0.56	1.01	3.39	5.05
<b>NET CASH FLOW (USED IN) INVESTING ACTIVITIES</b>	<b>(67.43)</b>	<b>(109.33)</b>	<b>(196.63)</b>	<b>(131.54)</b>	<b>(124.21)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>					
Net Proceeds from equity shares issued under preferential allotment on private placement basis/ ESOP allotment	497.84	19.86	19.85	13.07	10.14
Net Proceeds from the new issue of Unsecured Redeemable Non-Convertible Bonds/ (Redemption of Bonds)	228.60	261.30	261.30	226.20	314.00
Net (Decrease)/ Increase in Borrowings/ Refinance	(1,714.83)	2,587.38	1,968.23	(1,409.10)	1,644.00
Dividend Payment	(42.42)	(34.23)	(34.23)	(27.20)	-
<b>NET CASH FLOW (USED IN)/ FROM FINANCING ACTIVITIES</b>	<b>(1,030.81)</b>	<b>2,834.31</b>	<b>2,215.15</b>	<b>(1,197.03)</b>	<b>1,968.14</b>
<b>Net Increase/ (Decrease) in Cash &amp; Cash Equivalents</b>	<b>786.48</b>	<b>1,121.37</b>	<b>944.08</b>	<b>(3,435.98)</b>	<b>3,587.11</b>
Cash & Cash Equivalents in the beginning of the period	4,919.38	3,975.30	3,975.30	7,411.28	3,824.16
Cash & Cash Equivalents at the end of the period	5,705.86	5,096.67	4,919.38	3,975.30	7,411.28


Notes-

1. The above Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard 3 on Cash Flow Statements specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment Rules, 2016.

2. Figures in bracket indicate cash outflow.

As per our report of even date

For T R Chadha & Co. LLP  
Chartered Accountants  
FRN: 006711N/N500028

  
Hitesh Garg  
Partner  
Membership No. 502955  
Date: January 15, 2024  
Place: Noida




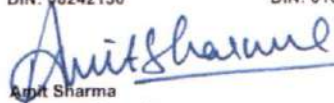
For and on behalf of the Board of Capital Small Finance Bank Limited

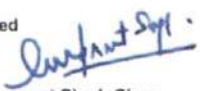
  
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#### Annexure 4- Statement of Adjustments to Audited Financial Statements

##### 1. Material Adjustments, Change in Accounting Policy and Change in Estimates

The accounting policies and estimates as at and for the half year ended September 30, 2023 are materially consistent with the policies adopted for each of the half year ended September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021. However, during the half year ended September 30, 2022 and year ended March 31, 2023, the Bank has revised the estimated useful life of Office Equipment and Automated Teller Machines (ATMs). Depreciation on these assets has been charged prospectively over the revised useful life of assets. Consequently, depreciation charged has been increased by ₹33.92 million and ₹50.80 million for the half year ended September 30, 2022 and year ended March 31, 2023 respectively. Profit after tax for the half year ended September 30, 2022 was lower by ₹25.38 million and ₹38.30 million for the year ended March 31, 2023.

Restated Financial Statements have been prepared based on the respective audited financial statements for the half years ended September 30, 2023 and 2022 and years ended March 31, 2023, 2022 and 2021.

The Reserve Bank of India conducted Inspection for Supervisory Evaluation (ISE) under Section 35 of Banking Regulation Act 1949 for the financial year 2021-22 and presented its report on the same in May 2023 before adoption of financials of financial year 2022-23. The RBI in its report, has pointed out certain retrospective divergence in respect of the bank's asset classification and provisioning under the applicable prudential norms on income recognitions, asset classification and provision. For the purpose of preparation of restated financial statement, impact of such divergence has been considered in financial year 2022-23 and consequently no retrospective adjustments have been made in this regard to the Restated Financial Statements.

##### 2. Non-adjusting items

###### 2.1 Emphasis of matter paragraph in auditor's report

The Auditor's report on the financial statements for the half year ended September 30, 2023 and the year ended March 31, 2023 does not have any emphasis of matter paragraph. Emphasis of matter paragraphs included in the auditors' reports on the financial statements for the half year ended September 30, 2022 and for the years ended March 31, 2022 and March 31, 2021 which do not require any corrective adjustment in the Restated Financial Information, are as follows:

###### **Emphasis of Matter – September 30, 2022**

We draw attention to Note 4.6 of the Schedule 18 to the financial statements, which describes that the extent to which any new wave of COVID-19 impacts the Bank's results is uncertain as it depends upon the future trajectory of the pandemic.

Our opinion is not modified in respect of this matter.

Note 25.5.1 of restated financial statements represents the note 4.6 of the Schedule 18 of the audited financial statements for the half year ended September 2022.

###### **Emphasis of Matter – March 31, 2022**

We draw attention to Note 4.6 to the financial statements, which describes that the extent to which any new wave of COVID-19 impacts the Bank's results is uncertain as it depends upon the future trajectory of the pandemic.

Our opinion is not modified in respect of this matter.

Note 25.5.3 of restated financial statements represents the note 4.6 of the Schedule 18 of the audited financial statements for the year ended March 2022.

###### **Emphasis of Matter – March 31, 2021**

We draw attention to Note 3.3 of the Schedule 18 to the financial statements, which describes the extent to which the COVID-19 pandemic will continue to impact the Bank's financial statements will depend on future developments, which are uncertain.

Our opinion is not modified in respect of this matter.

Note 25.5.4 of restated financial statements represents the note 3.3 of the Schedule 18 of the audited financial statements for the year ended March 2021.

##### 3. Material Regrouping and Reclassifications

Appropriate adjustments have been made in the restated summary statement of assets and liabilities, restated summary statement of profit and loss and restated summary statement of cash flows in accordance with the requirements of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (as amended), by reclassification of the corresponding items of income, expense, assets, liabilities and cash flows in order to bring them in line with the groupings as per the audited financial statements of the Bank as at and for the half year ended September 30, 2023. Some of the regroupings and reclassifications are due to the updated Master Direction on Financial Statements - Presentation and Disclosures issued by the RBI dated August 30, 2021, updated as on February 20, 2023.



The material regrouping and reclassifications are as under:

Provision/ (write-back) of mark-to-market depreciation on investments in AFS and HFT categories (net) has been classified under Other Income. Hitherto, the Bank was classifying such Provisions / (write-back) under Provisions and Contingencies.

In Annexure 7- Restated Statement of Reserves and Surplus, sub-heads of Investment Reserve Account and Investment Fluctuation Reserve have been merged into Revenue and Other Reserves sub-head.

In Annexure 21- Restated Statement of Operating Expenses, sub-head of Directors fees, allowances and expenses for the year ended March 31, 2022 and March 31, 2021 have been regrouped from Other expenditure.

For the year ended March 31, 2022

(₹ in millions)

Particulars	As per Audited Financials for March 31, 2022	Changes due to Regrouping	Balance after Regrouping
<b>Profit and Loss</b>			
Operating Expenses: Directors' fees, allowances & expenses	4.95	0.69	5.64
Operating Expenses: Other expenditure	243.53	(0.69)	242.84

For the year ended March 31, 2021

(₹ in millions)

Particulars	As per Audited Financials for March 31, 2021	Changes due to Regrouping	Balance after Regrouping
<b>Profit and Loss</b>			
Other Income	458.58	(0.24)	458.34
Provisions and Contingencies	307.26	(0.24)	307.02

(₹ in millions)

Particulars	As per Audited Financials for March 31, 2021	Changes due to Regrouping	Balance after Regrouping
<b>Reserve and Surplus</b>			
Investment Reserve Account	13.00	(13.00)	-
Investment Fluctuation Reserve	67.95	(67.95)	-
Revenue and Other Reserves	26.39	80.95	107.34

(₹ in millions)

Particulars	As per Audited Financials for March 31, 2021	Changes due to Regrouping	Balance after Regrouping
<b>Profit and Loss</b>			
Operating Expenses: Directors' fees, allowances & expenses	2.32	0.36	2.68
Operating Expenses: Other expenditure	210.04	(0.36)	209.68

#### 4. Material Errors

There are no material errors that require any adjustment in the Restated Financial Statements.



## Annexure 5- Significant Accounting Policies forming part of the Restated Financial Statements

### 5.1 CORPORATE INFORMATION

Capital Small Finance Bank Limited ('the Bank'), a banking company incorporated under the Companies Act, 1956, is engaged in providing a wide range of banking and financial services including retail & commercial banking and treasury operations. The Bank is governed by the Banking Regulation Act, 1949 and the Companies Act, 2013. The name of the Bank has been included in the Second Schedule to the Reserve Bank of India Act, 1934 vide Reserve Bank of India ('the RBI' or 'RBI') notification dated February 16, 2017. The Bank operates in India and does not have any branch outside India.

### 5.2 BASIS OF PREPARATION

The Restated Financial Information is prepared by the management of the Bank for the purpose of inclusion in Red Herring Prospectus ("RHP") and Prospectus in connection with the proposed Initial Public Offer ("IPO") of equity shares. The Restated Financial Information of the Bank comprise of the Restated Statement of Assets and Liabilities as at September 30, 2023, September 30, 2022, March 31, 2023, 2022 and 2021, the Restated Statement of Profit & Loss and Restated Cash Flow Statement for the half year ended September 30, 2023 and September 30, 2022 and for each of the year ended March 31, 2023, 2022 and 2021 and the summary statement of significant accounting policies and other explanatory information (hereinafter collectively referred to as the "Restated Financial Information").

The Restated Financial Information have been prepared to comply in all material respects with the requirements of:

- a. Section 26 of Part I of Chapter III of The Companies Act, 2013, as amended from time to time (the "Act");
- b. Relevant provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations"); and
- c. The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ('ICAI'), as amended from time to time (the 'Guidance Note').

The Restated Financial Information have been compiled by the management from the audited interim financial statements of the Bank as at and for the half year ended September 30, 2023 and September 30, 2022 and audited financial statements of the Bank as at and for each of the years ended March 31, 2023, 2022 and 2021 -

- a. prepared in compliance with the generally accepted accounting principles in India ("Indian GAAP") and in accordance with statutory requirements prescribed under the Banking Regulation Act, 1949, circulars and guidelines issued by the RBI from time to time (RBI guidelines), Accounting Standards referred to in Section 133 of the Companies Act, 2013 (the Act) read with Rule 7 of the Companies (Accounts) Rules, 2014 and the Companies (Accounting Standards) Amendment rules, 2016 to the extent applicable and practices prevailing within the banking industry in India, which have been approved by the Board of Directors at their meeting held on January 15, 2024, January 15, 2024, May 19, 2023, May 13, 2022 and May 11, 2021 respectively;
- b. prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping/reclassifications retrospectively in the financial years ended March 31, 2023, March 31, 2022 & March 31, 2021 and half year ended September 30, 2022 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at and for the half year ended September 30, 2023;
- c. there are no qualifications in the auditors' reports on the audited financial statements of the Bank as at and for the half year ended September 30, 2023 and September 30, 2022 and as at and for years ended March 31, 2023, 2022 and 2021; and
- d. have been prepared in accordance with the Act, ICDR Regulations and the Guidance Note

The Restated Financial Information have been prepared under the historical cost convention and on accrual basis except where otherwise stated.

The Restated Financial Information are presented in Indian Rupees rounded off to the nearest millions unless otherwise stated.

### 5.3 USE OF ESTIMATES

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the period/year. The management believes that the estimates used in preparation of financial statements are prudent and reasonable. Actual results could differ from estimates and the differences between the actual results and the estimates are recognized prospectively in the period/year in which the results are known/materialized.



#### 5.4 PROPERTY, PLANT AND EQUIPMENT AND DEPRECIATION

- 5.4.1 Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment if any. The cost of an asset comprises its purchase price and any cost directly attributable to bringing the asset to its working condition and location for its intended use. Subsequent expenditure on fixed assets after its purchase is capitalized only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.
- 5.4.2 Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. Leasehold improvements are amortized over the duration of the primary lease period or useful life, whichever is less.
- 5.4.3 Intangible assets are amortized on a straight-line basis over their estimated useful life. The amortization period is reviewed at the end of each financial year and the amortization period is revised to reflect the changed pattern, if any.
- 5.4.4 The rates of depreciation for key fixed assets, which are not lower than the rates, calculated on the basis of the useful life specified in the Schedule II of the Companies Act, 2013, is as follows-

Asset	Depreciation rate per annum
Computers	33.33%
Automated Teller Machines (ATMs)	9.50%
Mobile Phones	33.33%
Cash Sorting Machines	33.33%
Software and System Development Expenditure	20.00%

- 5.4.5 All other Assets are depreciated on the rates, calculated on the basis of useful life specified in the Schedule II of the Companies Act, 2013, as detailed below-

Asset	Depreciation rate per annum
Plant and Machinery	6.33%
Office Equipment	19.00%
Furniture & Fixture	9.50%
Motor Car	11.88%
Two-Wheeler	9.50%
Cycle	9.50%

- 5.4.6 Assets purchased/sold during the period/year are depreciated on a pro-rata basis.
- 5.4.7 An item of fixed asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising on de-recognition is recognized in the Profit and Loss account.
- 5.4.8 Gains or losses arising from disposal or retirement of tangible fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized on net basis, within "Other Income" as Profit/(Loss) on sale of land, building & other assets, in the Profit and Loss account in the period/year of disposal or retirement.
- 5.4.9 Assets individually costing up to ₹5,000/- are depreciated fully in the year of acquisition. Further, profit on sale of premises by the Bank is appropriated to capital reserve, net of transfer to Statutory Reserve and taxes, in accordance with RBI guidelines.

#### 5.5 IMPAIRMENT OF ASSETS

The carrying amount of fixed assets is reviewed at the Balance Sheet date to determine if there are any indications of impairment based on internal/ external factors. In case of impaired assets, the impairment loss i.e. the amount by which the carrying amount of the asset exceeds its recoverable value is charged to the Profit and Loss account to the extent the carrying amount of fixed assets exceeds its estimated recoverable amount.



## 5.6 INVESTMENTS

Classification and valuation of the Bank's investments are carried out in accordance with the RBI guidelines which are as follows:

### 5.6.1 Categorization of Investments

The Bank classifies its investment at the time of purchase into one of the following three categories:

- ✓ Held to Maturity (HTM) – Securities acquired with the intention to hold till maturity.
- ✓ Held for Trading (HFT) – Securities acquired with the intention to trade.
- ✓ Available for Sale (AFS) – Securities which do not fall within the above two categories.

### 5.6.2 Classification of Investments

For the purpose of disclosure in the Balance Sheet, investments in India are classified under six groups viz., (i) Government Securities, (ii) Other Approved Securities, (iii) Shares, (iv) Debentures and Bonds, (v) Investments in Subsidiaries and/or Joint Ventures and (vi) Other Investments.

Investments outside India are classified under three groups viz., (i) Government Securities (Including local authorities), (ii) Subsidiaries and/or Joint Ventures abroad and (iii) Other Investments.

### 5.6.3 Acquisition cost

- 5.6.3.1 Brokerage, commission, etc. pertaining to investments, paid at the time of acquisition is charged to the Profit and Loss account.
- 5.6.3.2 Cost of investments is computed based on the weighted average cost method.

### 5.6.4 Valuation of Investments

- 5.6.4.1 Held to Maturity – Each security in this category is carried at its acquisition cost or amortized cost. Any premium on acquisition of the security is amortized over the balance period to maturity. The amortized amount is classified under Interest earned – Income on investments (Item II of Annexure 18). The book value of the security is reduced to the extent of amount amortized during the relevant accounting period. Diminution, other than temporary, is determined and provided for each investment individually.
- 5.6.4.2 Held for Trading – Securities are valued scrip-wise and depreciation / appreciation is aggregated for each classification. Net appreciation in each classification is ignored, while net depreciation is provided for.
- 5.6.4.3 Available for Sale – Securities are valued scrip-wise and depreciation / appreciation is aggregated for each classification. Net appreciation in each classification, is ignored, while net depreciation is provided for.
- 5.6.4.4 Market value of government securities (excluding treasury bills) is determined on the basis of the prices / YTM declared the Financial Benchmark India Private Limited (FBIL).
- 5.6.4.5 Treasury bills are valued at carrying cost, which includes discount amortized over the period to maturity.
- 5.6.4.6 Unquoted equity shares are valued at the break-up value, if latest balance sheet is available or at ₹1 as per the RBI guidelines.
- 5.6.4.7 Security purchase and sale transactions are recorded under Settlement Date method of accounting.
- 5.6.4.8 Provision for non-performing investments is made in conformity with the RBI guidelines.
- 5.6.4.9 Profit in respect of investments sold from HTM category is included in the Profit on Sale of Investments and an equivalent amount (net of taxes, if any, and net of transfer to Statutory Reserves as applicable to such profits) is appropriated from the Profit and Loss Appropriation account to Capital Reserve account.
- 5.6.4.10 In the event, provisions created on account of depreciation in the AFS or HFT categories are found to be in excess of the required amount in any year, the excess is credited to the Profit and Loss account and an equivalent amount (net of taxes, if any, and net of transfer to Statutory Reserves as applicable to such excess provisions) is appropriated to an Investment Reserve Account (IRA) which forms the part of Revenue and Other Reserves under the head Reserve and Surplus in Balance Sheet. The balance in IRA is used to meet provision on account of depreciation in AFS and HFT categories by transferring an equivalent amount to the Profit and Loss Appropriation account as and when required.
- 5.6.4.11 As per the RBI circular RBI/2017-18/147 DBR.No.BP.BC.102/21.04.048/2017-18 dated April 2, 2018, to build up adequate reserves to protect against increase in yields in future, the Bank has created an Investment Fluctuation Reserve (IFR) to the extent of the lower of following:
  - a) net profit on sale of investments during the year;
  - b) net profit for the year less mandatory appropriations.This reserve will be created until the amount of IFR is at least 2 percent of the HFT and AFS portfolio, on a continuing year end basis.
- 5.6.4.12 Units of the scheme of Mutual Funds are valued at the lower of cost and Net asset value (NAV) provided by the respective schemes of Mutual Funds.





5.6.4.13 In accordance with the RBI guidelines, repurchase and reverse repurchase transactions in government securities and corporate debt securities are reflected as borrowing and lending transactions respectively.

5.6.4.14 Borrowing cost on repo transactions is accounted for as interest expense and revenue on reverse repo transactions is accounted for as interest income.

**5.6.5 Broken period Interest**

Broken period interest on debt instruments is treated as a Revenue item.

**5.6.6 Transfer of Security between Categories**

Transfer of Securities from one category to another is carried out as per the RBI guidelines at acquisition cost or book value or market value, whichever is lower, on the date of transfer and the depreciation, if any, on such transfer is fully provided for.

**5.7 ADVANCES**

5.7.1 Advances are classified as per the RBI guidelines into standard, sub-standard, doubtful and loss assets. Advances are stated net of specific loan loss provision.

5.7.2 Specific provisions for non-performing advances and floating provisions are made in conformity with the RBI guidelines.

5.7.3 In addition, the Bank considers accelerated provisioning based on past experience, evaluation of securities and other related factors.

5.7.4 Provisions on Standard Assets are made @ 0.40% of the outstanding advances. Further, as per the RBI guidelines, the standard asset provisioning on individual housing loans sanctioned on and after June 07, 2017, is made @ 0.25%. However, provision for banks direct advances to agriculture and SME sectors is made @ 0.25%, medium enterprises sector is made @ 0.4%, commercial real estate sector is made @ 1% and housing loans at teaser rates @ 2% in pursuance to the RBI circulars issued from time to time. Further the same is shown under the head 'Other Liabilities and Provisions' of the restated statement of assets and liabilities.

5.7.5 Amounts recovered during the period/year against bad debts written off in earlier accounting periods/years are credited to the Profit and Loss account.

5.7.6 Provision no longer considered necessary in the context of the current status of the borrower as a performing asset, are written back to the Profit and Loss account to the extent such provisions were charged to the Profit and Loss account.

5.7.7 The Bank considers a restructured account as one where the Bank, for economic or legal reasons relating to the borrower's financial difficulty, grants to the borrower concessions that the Bank would not otherwise consider. Restructuring would normally involve modification of terms of the advance/ securities, which would generally include, among others, alteration of repayment period / repayable amount / the amount of instalments/ rate of interest (due to reasons other than competitive reasons). Restructured accounts are classified as such by the Bank only upon approval and implementation of the restructuring package. Necessary provision for diminution in the fair value of a restructured account is made and classification thereof is as per the extant RBI guidelines. Provision for restructuring is considered at borrower level.

5.7.8 The Bank enters into transactions for the sale/purchase of Priority Sector Lending Certificates (PSLCs) through the RBI platform. There is no transfer of risks or loan assets. The net fee received for the sale of PSLCs is recorded as 'Miscellaneous Income' (Annexure 19) and the net expense paid on purchase of PSLC is recorded as 'Miscellaneous Expense' (Annexure 21).

**5.8 NET PROFITS**

The Net Profits have been arrived at after:

- ✓ Provisions for Income Tax in accordance with the statutory requirements
- ✓ Provisions on Advances
- ✓ Adjustments to the value of Investments
- ✓ Other usual and necessary provisions

**5.9 REVENUE RECOGNITION**

Income is accounted on Accrual basis except in the following cases:

- ✓ Income on Non-Performing Assets is recognized on realization basis as per the RBI guidelines.
- ✓ Interest which remains overdue for 90 days on securities not covered by Government Guarantee is recognized on realization basis as per the RBI guidelines.
- ✓ Commission (other than on Deferred Payment Guarantees and Government Transactions), Exchange and Brokerage are recognized on realization basis. However, Commission, Exchange and Brokerage on loan accounts is recognized as and when charged to the borrower account.
- ✓ Interest on Overdue Bills is recognized on Realization Basis as per the RBI guidelines.



## 5.10 EMPLOYEE BENEFITS

- 5.10.1 **Provident Fund:** As per the statute, contribution towards provident fund for certain employees is made to the regulatory authorities, where the Bank has no further obligations. Such benefits are classified as Defined Contribution Schemes as the Bank does not carry any further obligations, apart from the contributions made on a monthly basis.
- 5.10.2 **Gratuity:** Every employee is entitled to a benefit equivalent to 15 days' salary last drawn for each completed year of service in line with the Payment of Gratuity Act, 1972. The same is payable at the time of separation from the Bank or retirement, whichever is earlier. The benefits vest after five years of continuous service.

The Gratuity scheme of the Bank is a defined benefit scheme and the expense for the period is recognized on the basis of actuarial valuation at the Balance Sheet date. The present value of the obligation under such benefit plan is determined based on independent actuarial valuation using the Projected Unit Credit Method which recognizes each period of service that gives rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. Actuarial losses/ gains are recognized in the Profit and Loss Account in the year in which they arise. Payment obligations under the Group Gratuity scheme are managed through a fund maintained by ICICI Prudential Life Insurance under separate Trust set up by the Bank.

- 5.10.3 **Compensated absences:** Provision for compensated absences is made on the basis of actuarial valuation as at the Balance Sheet date. The actuarial valuation is carried out using the Projected Unit Credit Method.
- 5.10.4 **Share-based payments:** The measurement and disclosure of employee stock options offered by the Bank is as per the Guidance Note on Accounting for Employee Share-based Payments issued by the Institute of Chartered Accountants of India.

The cost of equity-settled transactions for stock options granted after the period ending March 31, 2021 is measured using the fair value method and for stock options granted prior to such period, is measured using the intrinsic value method. The costs are recognized, together with a corresponding increase in the 'Stock options outstanding account' under Annexure 7- Restated Statement of Revenue & Other Reserves Account. The cumulative expense recognized for equity-settled transactions at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Bank's best estimate of the number of equity instruments that will ultimately vest. The expense or credit recognized in the statement of profit and loss for a period represents the movement in cumulative expense recognized as at the beginning and end of that period and is recognized in employee benefits expense.

## 5.11 LEASE

- 5.11.1 Lease arrangements where risk and rewards incidental to ownership of an asset substantially vest with the lessor are recognized as operating leases.
- 5.11.2 Lease rentals under operating lease are charged to the Profit and Loss account on straight line basis over the lease term in accordance with AS-19, Leases.

## 5.12 SEGMENT REPORTING

The disclosure relating to segment information is in accordance with AS-17, Segment Reporting and as per the RBI guidelines.

### Business Segment

The Bank's business has been segregated into four segments namely Treasury, Wholesale Banking, Retail Banking and other Banking Operations.

### Geographical Segment

Since the business operations of the Bank are concentrated in India, the Bank is considered to operate only in the domestic segment.

## 5.13 EARNINGS PER SHARE

- 5.13.1 Earnings per share is calculated by dividing the Net Profit or Loss for the period/year attributable to equity shareholders by the weighted average number of equity shares outstanding during the period/year.
- 5.13.2 Diluted earnings per equity share are computed using the weighted average number of equity shares and dilutive potential equity shares outstanding as at end of the period/year except when its results are anti-dilutive.

## 5.14 TAXES

Tax expenses comprise of current and deferred taxes. Current tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred taxes reflect the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the Balance Sheet date. Deferred tax assets are recognized, in general, only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized; where there is unabsorbed depreciation and/or carry forward of losses under tax laws, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax asset can be realized against future taxable income.



Current tax assets and liabilities and deferred tax assets and liabilities are off-set when they relate to income taxes levied by the same taxation authority, when the Bank has a legal right to off-set and when the Bank intends to settle on a net basis.

Current tax assets and liabilities and deferred tax assets and liabilities are calculated at the rates u/s section 115 BAA of the Income Tax Act, 1961. Accordingly, as per section 115 JB, Minimum Alternate Tax (MAT) is not applicable.

#### **5.15 PROVISIONS AND CONTINGENT LIABILITIES & CONTINGENT ASSETS**

- 5.15.1 A provision is recognized when there is a present obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.
- 5.15.2 A disclosure of contingent liability is made when there is:
- ✓ possible obligation arising from a past event, the existence of which will be confirmed by occurrence or non-occurrence of one or more uncertain future events not within the control of the Bank; or
  - ✓ present obligation arising from a past event which is not recognized as it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.
- 5.15.3 When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.
- 5.15.4 Contingent assets, if any, are not recognized in the financial statements since this may result in the recognition of income that may never be realized.
- 5.15.5 In cases where the available information indicates that the loss on the contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure to this effect is made in the financial statements. In case of remote possibility, neither provision nor disclosure is made in the financial statements.

#### **5.16 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents include cash in hand (including balance in ATM), balances with the RBI, balances with other banks in current accounts and money at call and short notice.

#### **5.17 TRANSACTION INVOLVING FOREIGN EXCHANGE**

- 5.17.1 All transactions in foreign currency are recognized at the exchange rate as notified by the Foreign Exchange Dealers Association of India (FEDAI).
- 5.17.2 Foreign currency monetary items are reported using the exchange rate prevailing at the Balance Sheet date.
- 5.17.3 Non-monetary items which are measured in terms of historical cost denominated in foreign currency are reported using the exchange rate as notified by Foreign Exchange Dealers Association of India (FEDAI) at the date of transaction. Non-monetary items which are measured at Fair Value or other similar value denominated in a foreign currency are translated using the exchange rate at the date when such value is determined.
- 5.17.4 Exchange differences arising on settlement of monetary items or on reporting of such monetary items at rates different from those at which they were initially recorded during the period/year, or reported in previous financial statements, are recognized as income or expense in the period/year in which they arise.



**Annexures forming part of the Restated Statement of Assets and Liabilities**

(All amounts in million except otherwise stated)

Particulars	As on September 30, 2023	As on September 30, 2022	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
<b>ANNEXURE 6- RESTATED STATEMENT OF CAPITAL</b>					
<b>Authorised Capital</b>					
5,00,00,000 equity shares of ₹10 each	500.00	500.00	500.00	500.00	500.00
<b>Issued, Subscribed and Paid-up Capital</b>					
3,53,50,636 equity shares of ₹10 each fully paid-up (September 30, 2022- 3,42,52,454; March 31, 2023- 3,42,52,454 March 31, 2022 -3,40,44,091 and March 31, 2021 -3,39,10,681)	353.51	342.52	342.52	340.44	339.10
<b>Total</b>	<b>353.51</b>	<b>342.52</b>	<b>342.52</b>	<b>340.44</b>	<b>339.10</b>
<b>ANNEXURE 7 – RESTATED STATEMENT OF RESERVES AND SURPLUS</b>					
<b>I Statutory Reserve</b>					
Opening Balance	963.60	729.60	729.60	573.18	471.22
Additions during the period	-	-	233.99	156.42	101.96
Deductions during the period	-	-	-	-	-
<b>Total</b>	<b>963.60</b>	<b>729.60</b>	<b>963.60</b>	<b>729.60</b>	<b>573.18</b>
<b>II Capital Reserve</b>					
Opening Balance	0.16	0.16	0.16	0.16	0.16
Additions during the period	-	-	-	-	-
Deductions during the period	-	-	-	-	-
<b>Total</b>	<b>0.16</b>	<b>0.16</b>	<b>0.16</b>	<b>0.16</b>	<b>0.16</b>
<b>III Special Reserve</b>					
Opening Balance	70.96	36.42	36.42	18.38	11.45
Additions during the period	-	-	34.54	18.04	6.92
Deductions during the period	-	-	-	-	-
<b>Total</b>	<b>70.96</b>	<b>36.42</b>	<b>70.96</b>	<b>36.42</b>	<b>18.38</b>
<b>IV Share Premium</b>					
Opening Balance	2,276.45	2,233.89	2,233.89	2,206.86	2,185.90
Additions during the period	493.55	42.56	42.56	27.03	20.96
Deductions during the period	-	-	-	-	-
<b>Total</b>	<b>2,770.00</b>	<b>2,276.45</b>	<b>2,276.45</b>	<b>2,233.89</b>	<b>2,206.86</b>
<b>V Revenue and Other Reserves</b>					
Opening Balance	120.60	147.09	147.09	107.34	73.28
Additions during the period	14.34	11.01	26.71	55.04	46.06
Deductions during the period	(8.90)	(25.03)	(53.20)	(15.29)	(12.00)
<b>Total</b>	<b>126.04</b>	<b>133.07</b>	<b>120.60</b>	<b>147.09</b>	<b>107.34</b>
<b>VI Balance in Profit &amp; Loss Account</b>	2,833.31	2,046.90	2,331.82	1,670.21	1,262.88
<b>Grand Total</b>	<b>6,764.07</b>	<b>5,222.60</b>	<b>5,763.58</b>	<b>4,817.37</b>	<b>4,168.80</b>



Particulars	As on September 30, 2023	As on September 30, 2022	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
<b>ANNEXURE 8 – RESTATED STATEMENT OF DEPOSITS</b>					
<b>A I Demand Deposits</b>					
From banks	0.27	0.76	11.40	0.02	0.65
From others	1,954.50	1,925.55	2,400.24	2,328.96	2,072.01
<b>II Saving Bank Deposits</b>	24,478.84	23,776.08	25,067.32	23,165.03	18,853.68
<b>III Term deposits</b>					
From banks	2,078.29	452.62	262.04	809.36	565.45
From others	41,490.96	35,690.94	37,865.21	34,160.22	30,718.91
<b>Total (I + II + III)</b>	<b>70,002.86</b>	<b>61,845.95</b>	<b>65,606.21</b>	<b>60,463.59</b>	<b>52,210.70</b>
<b>B I Deposits of branches in India</b>	70,002.86	61,845.95	65,606.21	60,463.59	52,210.70
<b>II Deposits of branches outside India</b>	-	-	-	-	-
<b>Total</b>	<b>70,002.86</b>	<b>61,845.95</b>	<b>65,606.21</b>	<b>60,463.59</b>	<b>52,210.70</b>

**ANNEXURE 9- RESTATED STATEMENT OF BORROWINGS**

<b>I Borrowings in India</b>					
i) Reserve Bank of India	-	-	-	-	-
ii) Other Banks	-	1,000.21	-	-	-
iii) Other Institutions and Agencies	3,090.30	4,424.07	4,805.13	2,836.90	4,246.00
iv) Unsecured Redeemable Non-Convertible Bonds (Subordinated debt - Tier II Capital)	2,247.30	2,018.70	2,018.70	1,757.40	1,531.20
v) Hybrid debt Capital instrument issued as debentures	390.00	390.00	390.00	390.00	390.00
<b>II Borrowings outside India</b>	-	-	-	-	-
<b>Total (I + II)</b>	<b>5,727.60</b>	<b>7,832.98</b>	<b>7,213.83</b>	<b>4,984.30</b>	<b>6,167.20</b>
Secured Borrowings included in I and II above	3,090.30	5,424.28	4,805.13	2836.90	4,246.00

**ANNEXURE 10- RESTATED STATEMENT OF OTHER LIABILITIES AND PROVISIONS**

<b>I Bills Payable</b>	391.44	306.53	358.28	333.77	419.44
<b>II Inter-office adjustments (net)</b>	-	1.09	-	3.98	-
<b>III Interest accrued</b>	83.02	84.62	58.90	55.51	53.59
<b>IV Provision for taxes (net of taxes paid in advance/ TDS)</b>	-	-	-	26.09	-
<b>V Others (including provisions)</b>	300.84	228.02	281.65	230.12	178.74
<b>VI Provisions against standard assets</b>	283.56	289.62	282.77	284.04	174.81
<b>Total</b>	<b>1,058.86</b>	<b>909.88</b>	<b>981.60</b>	<b>933.51</b>	<b>826.58</b>

**ANNEXURE 11- RESTATED STATEMENT OF CASH AND BALANCE WITH RESERVE BANK OF INDIA**

<b>I Cash in hand (including Cash at ATM and Foreign Currency Notes)</b>	836.86	683.32	1,052.99	552.57	579.61
<b>II Balance with Reserve Bank of India</b>					
a) in Current Accounts	3,557.77	3,009.88	3,223.53	2,517.38	1,917.63
b) in Other Accounts	630.00	740.00	350.00	570.00	4,720.00
<b>Total (I+II)</b>	<b>5,024.63</b>	<b>4,433.20</b>	<b>4,626.52</b>	<b>3,639.95</b>	<b>7,217.24</b>

**ANNEXURE 12- RESTATED STATEMENT OF BALANCE WITH BANKS AND MONEY AT CALL & SHORT NOTICE**

<b>I In India</b>					
i) Balance with banks					
a) in Current Accounts	681.23	663.48	292.86	335.35	194.04
b) in Other Deposit Accounts	2,820.17	4,831.57	3,889.23	6,215.26	5,492.95
ii) Money at call and short notice					
a) With Banks	-	-	-	-	-
b) With other Institutions	-	-	-	-	-
<b>Total (I)</b>	<b>3,501.40</b>	<b>5,495.05</b>	<b>4,182.09</b>	<b>6,550.61</b>	<b>5,686.99</b>



Particulars	As on September 30, 2023	As on September 30, 2022	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
<b>II Outside India</b>					
a) in Current Accounts	-	-	-	-	-
b) in Other Deposits Accounts	-	-	-	-	-
c) Money at call and short notice	-	-	-	-	-
<b>Total (II)</b>	-	-	-	-	-
<b>Grand Total (I+II)</b>	<b>3,501.40</b>	<b>5,495.05</b>	<b>4,182.09</b>	<b>6,550.61</b>	<b>5,686.99</b>

#### ANNEXURE 13- RESTATED STATEMENT OF INVESTMENTS

<b>I Investments in India in</b>					
i) Government securities	15,479.15	13,344.32	14,870.41	13,555.23	12,107.36
ii) Other approved securities	-	-	-	-	-
iii) Shares	15.40	15.40	15.40	15.40	15.16
iv) Debentures and Bonds	-	-	-	-	-
v) Subsidiaries and/or joint ventures	-	-	-	-	-
vi) Others	-	-	-	-	-
<b>Total (I)</b>	<b>15,494.55</b>	<b>13,359.72</b>	<b>14,885.81</b>	<b>13,570.63</b>	<b>12,122.52</b>
<b>II Investments outside India in</b>					
i) Government securities (including local authorities)	-	-	-	-	-
ii) Subsidiaries and/or joint ventures abroad	-	-	-	-	-
iii) Other Investments	-	-	-	-	-
<b>Total (II)</b>	-	-	-	-	-
<b>Grand Total (I+II)</b>	<b>15,494.55</b>	<b>13,359.72</b>	<b>14,885.81</b>	<b>13,570.63</b>	<b>12,122.52</b>
<b>III Gross value of Investments</b>	<b>15,515.90</b>	<b>13,377.21</b>	<b>14,899.21</b>	<b>13,570.63</b>	<b>12,122.76</b>
Provision for Depreciation	(21.35)	(17.49)	(13.40)	-	(0.24)
<b>Net value of Investments</b>	<b>15,494.55</b>	<b>13,359.72</b>	<b>14,885.81</b>	<b>13,570.63</b>	<b>12,122.52</b>

#### ANNEXURE 14- RESTATED STATEMENT OF ADVANCES

<b>A i) Bills purchased and discounted</b>	-	-	-	-	-
ii) Cash credits, overdrafts and loans repayable on demand	26,023.71	24,947.17	25,228.54	23,048.89	19,438.52
iii) Term Loans	31,818.14	26,323.24	29,058.34	23,299.11	17,830.34
<b>Total</b>	<b>57,841.85</b>	<b>51,270.41</b>	<b>54,286.88</b>	<b>46,348.00</b>	<b>37,268.86</b>
<b>B i) Secured by Tangible Assets</b>	<b>57,327.67</b>	<b>50,322.73</b>	<b>53,520.56</b>	<b>45,258.79</b>	<b>36,231.28</b>
ii) Covered by Bank/ Government Guarantees	445.59	846.03	688.68	972.51	839.91
iii) Unsecured	68.59	101.65	77.64	116.70	197.67
<b>Total</b>	<b>57,841.85</b>	<b>51,270.41</b>	<b>54,286.88</b>	<b>46,348.00</b>	<b>37,268.86</b>
<b>C i) Advances in India</b>					
i) Priority Sector (Refer note 25.2 of Annexure 22)	36,405.63	33,773.54	34,960.67	32,299.60	25,577.63
ii) Public Sector	-	-	-	-	-
iii) Banks	-	0.11	-	-	-
iv) Other	21,436.22	17,496.76	19,326.21	14,048.40	11,691.23
<b>Total (I)</b>	<b>57,841.85</b>	<b>51,270.41</b>	<b>54,286.88</b>	<b>46,348.00</b>	<b>37,268.86</b>
<b>II) Advances outside India</b>					
i) Due from Banks	-	-	-	-	-
ii) Due from Others	-	-	-	-	-
a) Bills Purchased & Discounted	-	-	-	-	-
b) Syndicated Loans	-	-	-	-	-
c) Others	-	-	-	-	-
<b>Total (II)</b>	-	-	-	-	-
<b>Grand Total (I+II)</b>	<b>57,841.85</b>	<b>51,270.41</b>	<b>54,286.88</b>	<b>46,348.00</b>	<b>37,268.86</b>



Particulars	As on September 30, 2023	As on September 30, 2022	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
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#### ANNEXURE 15- RESTATED STATEMENT OF FIXED ASSETS

<b>I Premises</b>					
At cost as on 31 <sup>st</sup> March of the preceding year	107.64	107.64	107.64	64.52	64.52
Additions during the period	-	-	-	43.12	-
Deductions during the period	-	-	-	-	-
<b>Total</b>	<b>107.64</b>	<b>107.64</b>	<b>107.64</b>	<b>107.64</b>	<b>64.52</b>
<b>Depreciation</b>					
As at 31 <sup>st</sup> March of the preceding year	2.09	0.72	0.72	-	-
Charge for the period	0.68	0.69	1.37	0.72	-
<b>Total</b>	<b>2.77</b>	<b>1.41</b>	<b>2.09</b>	<b>0.72</b>	<b>-</b>
<b>Net Block I</b>	<b>104.87</b>	<b>106.23</b>	<b>105.55</b>	<b>106.92</b>	<b>64.52</b>
<b>II Other Fixed Assets (including furniture &amp; fixtures)</b>					
At cost as on 31 <sup>st</sup> March of the preceding year	1,922.88	1,728.70	1,728.70	1,646.16	1,530.63
Additions during the period	67.90	109.89	197.64	91.82	129.26
Deductions during the period	(1.74)	(1.86)	(3.46)	(9.28)	(13.73)
<b>Total</b>	<b>1,989.04</b>	<b>1,836.73</b>	<b>1,922.88</b>	<b>1,728.70</b>	<b>1,646.16</b>
<b>Depreciation</b>					
As at 31 <sup>st</sup> March of the preceding year	1,202.50	999.75	999.75	845.15	688.91
Charge for the period	84.93	114.54	205.30	160.44	164.92
Reversed on sale	(1.12)	(1.12)	(2.55)	(5.85)	(8.69)
<b>Total</b>	<b>1,286.31</b>	<b>1,113.17</b>	<b>1,202.50</b>	<b>999.74</b>	<b>845.14</b>
<b>Net Block II</b>	<b>702.73</b>	<b>723.56</b>	<b>720.38</b>	<b>728.95</b>	<b>801.02</b>
<b>Grand Total (I &amp; II)</b>	<b>807.60</b>	<b>829.79</b>	<b>825.93</b>	<b>835.87</b>	<b>865.54</b>

#### ANNEXURE 16- RESTATED STATEMENT OF OTHER ASSETS

i) Inter-office adjustments (net)	-	-	-	-	-
ii) Interest accrued	371.63	410.36	368.73	391.53	407.87
iii) Taxes paid in advance/ TDS (net of provision for taxes)	4.94	12.22	0.28	-	15.69
iv) Stationery & Stamps	6.40	5.08	5.76	3.64	2.91
v) Non-banking assets acquired in satisfaction of claims	-	-	-	-	-
vi) Others (includes deposits placed on account of shortfall in priority sector target amounting to ₹518.02 mn as on September 30, 2023, ₹ 122.25 mn as on September 30, 2022, ₹492.93 mn as on March 31, 2023, ₹2.40 mn as on March 31, 2022 & nil as on March 31, 2021)	853.90	338.10	725.74	198.98	124.76
<b>Total</b>	<b>1,236.87</b>	<b>765.76</b>	<b>1,100.51</b>	<b>594.15</b>	<b>551.23</b>

#### ANNEXURE 17- RESTATED STATEMENT OF CONTINGENT LIABILITIES

i) Claims against the Bank not acknowledged as debts	12.21	-	12.21	-	-
ii) Liability for partly paid investments	-	-	-	-	-
iii) Liability on account of outstanding forward exchange contracts	-	-	-	-	-
iv) Guarantees given on behalf of constituents					
(a) In India	429.39	422.54	472.53	370.49	327.14
(b) Outside India	-	-	-	-	-
v) Acceptances, endorsements and other obligations	14.95	-	14.79	13.64	13.16
vi) Other items for which bank is contingently liable	72.63	60.82	65.21	72.08	43.21
<b>Total</b>	<b>529.18</b>	<b>483.36</b>	<b>564.74</b>	<b>456.21</b>	<b>383.51</b>



**Annexures forming part of the Restated Statement of Profit and Loss**  
(All amounts in million except otherwise stated)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>ANNEXURE 18- RESTATED STATEMENT OF INTEREST EARNED</b>					
I Interest/ discount on advances/ bills	3,049.38	2,518.05	5,328.58	4,373.02	3,724.31
II Income on investments	530.15	468.16	976.18	860.23	846.81
III Interest on balance with Reserve Bank of India and inter-bank funds	269.08	220.88	448.44	548.88	543.27
IV Others	11.21	0.16	6.87	0.05	-
<b>Total</b>	<b>3,859.82</b>	<b>3,207.25</b>	<b>6,760.07</b>	<b>5,782.18</b>	<b>5,114.39</b>

**ANNEXURE 19- RESTATED STATEMENT OF OTHER INCOME**

I Commission, exchange and brokerage	276.11	218.81	469.21	426.34	295.52
II Profit/(Loss) on sale of investments (Net)	3.09	2.24	4.74	29.50	83.99
III Profit/(Loss) on revaluation of investments (Net)	(7.95)	(17.49)	(13.40)	0.24	(0.24)
IV Profit/(Loss) on sale of Land, building & other assets (Net)	(0.15)	(0.17)	0.10	(0.06)	0.02
V Profit/(Loss) on Exchange Transactions (Net)	20.81	17.35	33.93	27.49	20.76
VI Income earned by way of dividends etc.	-	-	-	-	-
VII Miscellaneous income	0.43	0.09	0.17	58.34	58.29
<b>Total</b>	<b>292.34</b>	<b>220.83</b>	<b>494.75</b>	<b>541.85</b>	<b>458.34</b>

**ANNEXURE 20- RESTATED STATEMENT OF INTEREST EXPENDED**

I Interest on deposits	1,876.92	1,491.03	3,114.33	2,854.21	2,783.14
II Interest on Reserve Bank of India/ inter-bank borrowings	1.04	14.99	26.00	1.22	20.03
III Others	272.12	187.67	399.91	373.93	325.11
<b>Total</b>	<b>2,150.08</b>	<b>1,693.69</b>	<b>3,540.24</b>	<b>3,229.36</b>	<b>3,128.28</b>

**ANNEXURE 21- RESTATED STATEMENT OF OPERATING EXPENSES**

I Payments to and provisions for employees	613.97	562.17	1,179.82	1,065.60	904.30
II Rent, taxes and lighting	152.45	136.44	275.74	259.09	258.65
III Printing and stationery	14.76	16.14	32.28	24.02	21.99
IV Advertisement and publicity	1.90	5.08	10.42	3.81	1.76
V Depreciation on bank property	85.61	115.23	206.67	161.16	164.92
VI Directors' fees, allowances & expenses	5.60	5.28	9.43	5.64	2.68
VII Auditors' fees and expenses	4.80	1.54	7.57	8.27	4.89
VIII Law charges	0.41	-	-	-	0.05
IX Postage, Telegrams, Telephones etc.	22.95	18.35	39.48	32.90	28.57
X Repairs and maintenance	50.48	42.49	87.53	76.30	61.38
XI Insurance	44.03	40.44	82.34	82.90	70.72
XII Other expenditure	251.28	118.74	296.26	242.84	209.68
<b>Total</b>	<b>1,248.24</b>	<b>1,061.90</b>	<b>2,227.54</b>	<b>1,962.53</b>	<b>1,729.59</b>



**ANNEXURE 22- Notes forming part of the restated summary statements**

**22.1 Capital**

**22.1.1 Regulatory Capital**

Capital to risk-weighted asset ratio ('Capital Adequacy Ratio') of the Bank has been computed in accordance with the Reserve Bank of India ('RBI') circular no DBR. NBD. No.26/ 16.13.218/2016-17, dated October 06, 2016 on "Operating Guidelines for Small Finance Banks".

The Bank has followed Basel II Standardized Approach for credit risk, in accordance with the RBI circular no DBR. NBD. No.26/ 16.13.218/2016-17, dated October 06, 2016 on "Operating Guidelines for Small Finance Banks". Market Risk and Operation Risk has not been considered for measurement of Capital Adequacy Ratio as per the letter issued by the Reserve Bank of India vide reference number DBR.NBD.No.4502/16.13.218/2017-18 dated November 08, 2017 to all the small finance banks.

The total Capital Adequacy Ratio of the Bank as at September 30, 2023 is 20.72% against the regulatory requirement of 15% as prescribed by the RBI. No Capital Conservation Buffer and Counter - Cyclical Capital Buffer is applicable on Small Finance Bank (SFB) as per operating guidelines issued on SFB by the RBI.

**22.1.2 Composition of Regulatory Capital**

(₹ in millions)

S. No.	Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
1.	Common Equity Tier 1 Capital (CET 1)	6,903.26	5,355.28	5,864.68	4,908.56	4,335.80
2.	Additional Tier 1 Capital	-	-	-	-	-
3.	Tier 1 Capital (1+2)	6,903.26	5,355.28	5,864.68	4,908.56	4,335.80
4.	Tier 2 Capital	2,467.90	2,306.27	2,218.05	2,017.03	1,680.68
5.	Total Capital (Tier 1 + Tier 2)	9,371.16	7,661.55	8,082.73	6,925.59	6,016.48
6.	Total Risk Weighted Assets (RWAs)	45,229.14	41,178.92	42,844.25	37,168.97	30,380.21
7.	CET 1 Ratio (CET 1 as a percentage of RWAs)	15.26%	13.00%	13.69%	13.21%	14.27%
8.	Tier 1 Ratio (Tier 1 capital as a percentage of RWAs)	15.26%	13.00%	13.69%	13.21%	14.27%
9.	Tier 2 Ratio (Tier 2 capital as a percentage of RWAs)	5.46%	5.61%	5.18%	5.42%	5.53%
10.	Capital to Risk Weighted Assets Ratio (CRAR) (Total Capital as a percentage of RWAs)	20.72%	18.61%	18.87%	18.63%	19.80%
11.	Leverage Ratio	8.09%	6.91%	7.21%	6.73%	6.67%
12.	Percentage of the shareholding of (a) Government of India (b) State Government (c) Sponsor Bank	-	-	-	-	-
13.	Amount of paid-up equity capital raised during the period	10.98	2.08	2.08	1.34	1.03
14.	Amount of non-equity Tier 1 capital raised during the period of which (a) Basel III compliant Perpetual Non-Cumulative Preference Shares (b) Basel III compliant Perpetual Debt Instruments	-	-	-	-	-
15.	Amount of Tier 2 capital raised during the period	309.90	321.70	321.70	313.50	314.00

**22.1.3 Movement in Capital during the period is as below:**

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
1. Amount of equity (Face Value) raised on private placement under preferential allotment/ allotment of employee stock options	10.98	2.08	2.08	1.34	1.03
2. Amount of debt raised as Upper Tier-II capital	-	-	-	-	-
3. Amount of subordinated debt raised as Tier-II capital (Lower Tier-II capital)	309.90	321.70	321.70	313.50	314.00



#### 22.1.4 Movement in the paid-up equity share capital of the Bank is as below:

During the half year ended September 30, 2023, the Bank has issued and allotted 10,57,700 equity shares having face value of ₹10/- each at a premium of ₹458/- (i.e., at the total issue price of ₹468/-) per Equity Share aggregating to ₹495 million on a private placement basis under preferential allotment. Additionally, during the half year ended September 30, 2023, the Bank has issued and allotted 40,482 equity shares to employees of the Bank in form of employee stock option as per the ESOP plans of the Bank.

During the half year ended September 30, 2022, the Bank has issued and allotted 2,08,363 equity shares to employees of the Bank in form of employee stock option as per the ESOP plans of the Bank.

During the year ended March 31, 2023, the Bank has issued and allotted 2,08,363 equity shares to employees of the Bank in form of employee stock option as per the ESOP plans of the Bank.

During the year ended March 31, 2022, the Bank has issued and allotted 1,33,410 equity shares to employees of the Bank in form of employee stock option as per the ESOP plan of the Bank.

During the year ended March 31, 2021, the Bank has issued and allotted 1,03,464 equity shares to employees of the Bank in form of employee stock option as per the ESOP plan of the Bank.

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Opening Balance	342.52	340.44	340.44	339.10	338.07
Addition pursuant to Amount of equity raised on private placement basis under preferential allotment/ allotment of employee stock options	10.98	2.08	2.08	1.34	1.03
Closing Balance	353.51	342.52	342.52	340.44	339.10

#### 22.1.5 Tier 2 Capital Infusion/ Redemption

##### Issue during the period

The Bank has raised Unsecured Redeemable Non-Convertible Lower Tier II Bond, detailed as below:

(₹ in millions)

Period	Series	Date of Allotment	Coupon (%)	Tenure	Amount
Half Year ended September 2023	Series XXI	26-May-23	10%	10 Years	309.90
Half Year ended September 2022 and Year ended March 2023	Series XX	12-May-22	9.25%	10 Years	321.70
Year ended March 2022	Series XIX	29-Jun-21	9.25%	10 Years	313.50
Year ended March 2021	Series XVIII	18-Nov-20	9.25%	10 Years	314.00

##### Maturity during the period

The following Unsecured Redeemable Non-Convertible Lower Tier II Bonds have matured:

(₹ in millions)

Period	Series	Date of Maturity	Coupon (%)	Amount
Half Year ended September 2023	Series VIII	04-May-23	11.00%	50.30
	Series IX	20-May-23	11.00%	31.00
Year ended March 2023	Series VII	25- Aug-22	11.00%	60.40
Year ended March 2022	Series V	04-Jun-21	11.00%	57.10
	Series VI	18-Jun-21	11.00%	30.20



**Maturity Profile of total debentures outstanding as on September 30, 2023:**

**Unsecured Redeemable Non-Convertible Lower Tier II Bonds**

(₹ in millions)

Series	ISIN	Amount	Maturity Date
11% Tier II Bonds Series X	INE646H08095	94.70	24-May-24
10.50% Tier II Bonds Series XII	INE646H08178	120.00	17-Feb-26
9.75% Tier II Bonds Series XIV	INE646H08160	159.00	25-Nov-26
9.25% Tier II Bonds Series XV	INE646H08152	209.50	15-May-28
10% Tier II Bonds Series XVI	INE646H08103	180.00	28-Feb-29
10% Tier II Bonds Series XVII	INE646H08129	225.00	31-Mar-29
9.25% Tier II Bonds Series XVIII	INE646H08186	314.00	18-Nov-30
9.25% Tier II Bonds Series XIX	INE646H08194	313.50	29-Jun-31
9.25% Tier II Bonds Series XX	INE646H08202	321.70	12-May-32
10% Lower Tier II Bonds Series XXI	INE646H08210	309.90	26-May-33
<b>TOTAL</b>		<b>2,247.30</b>	

**Unsecured Redeemable Non-Convertible Upper Tier II Bonds**

(₹ in millions)

Series	ISIN	Amount	Maturity Date
11.75% Upper Tier II Bonds Series XI	INE646H08012	140.00	31-Mar-30
11.75% Upper Tier II Bonds Series XIII	INE646H08020	250.00	30-Mar-31
<b>TOTAL</b>		<b>390.00</b>	

**22.1.6 Proposed Dividend**

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Dividend per equity share (₹)	-	-	1.20	1.00	0.80
Amount of dividend (₹ in millions)	-	-	42.42	34.23	27.13

According to the AS 4 - 'Contingencies and events occurring after the balance sheet date' as notified by the Ministry of Corporate Affairs through amendments to Companies (Accounting Standards) Amendment Rules, 2016, the Bank has not accounted proposed dividend (including tax) as a liability for the accounting periods. However, the Bank has reckoned proposed dividend in determining capital funds for computing capital adequacy ratio.

**22.1.7 Drawdown from Reserves**

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Revenue &amp; Other Reserves Account</b>					
Investment Fluctuation Reserve Account (IFR)	-	-	20.84	-	-
ESOP Reserve <sup>1</sup>	8.90	24.79	24.79	15.29	11.86
Investment Reserve Account	-	-	7.57 <sup>2</sup>	-	0.14

<sup>1</sup>The draw down in the ESOP Reserve is on account of shares allotted during the period in terms of ESOP plans of the Bank.

<sup>2</sup>The draw down from the Investment Reserve Account is against the depreciation provided on investment, net of applicable taxes and statutory reserve requirement.



23 Asset Liability Management

23.1 Maturity Pattern of certain items of Assets & Liabilities is as under:

(₹ in millions)

	As on	Next day	2-7 days	8-14 days	15 to 30 days	31 days and upto 2 months	Over 2 months and upto 3 months	Over 3 months and upto 6 months	Over 6 months and upto 1 year	Over 1 year and upto 3 years	Over 3 year and upto 5 years	Above 5 years	Total
Loans & Advances	September 30, 2023	2,187.06	1,771.98	1,781.83	1,779.46	742.84	821.62	2,127.73	4,428.53	31,578.50	7,215.53	3,406.77	57,841.85
	September 30, 2022	1,914.49	1,601.33	1,593.41	1,575.18	593.00	621.18	1,737.97	3,580.75	28,822.25	6,138.92	3,091.93	51,270.41
	March 31, 2023	2,017.46	1,648.00	1,658.48	1,644.92	658.41	705.15	2,124.24	4,858.35	29,541.17	6,272.25	3,158.47	54,286.88
	March 31, 2022	1,753.28	1,491.84	1,466.70	1,470.35	510.18	542.14	1,655.46	3,126.46	26,276.35	5,339.13	2,716.11	46,348.00
	March 31, 2021	110.59	30.69	99.80	5,108.93	429.35	478.11	1,454.34	2,854.42	20,942.20	3,895.96	1,864.47	37,268.86
Investment	September 30, 2023	2,871.48	107.74	56.85	493.56	267.08	205.55	377.88	839.29	6,137.38	1,137.58	3,000.18	15,494.55
	September 30, 2022	1,801.09	102.52	39.62	630.78	130.43	126.86	397.47	827.14	4,515.74	73.55	4,714.52	13,359.72
	March 31, 2023	2,581.55	154.40	58.64	525.91	205.83	190.63	359.35	547.28	6,056.78	1,007.16	3,198.29	14,885.81
	March 31, 2022	2,483.90	75.69	24.36	433.62	81.18	103.21	231.58	441.33	4,331.27	65.75	5,298.74	13,570.63
	March 31, 2021	2,467.42	60.45	38.77	202.62	74.28	76.68	243.86	366.29	3,689.62	51.85	4,850.68	12,122.52
Deposits	September 30, 2023	2,530.30	513.66	306.82	2,673.92	1,397.31	1,119.08	2,139.12	6,439.60	32,876.93	5,807.11	14,199.01	70,002.86
	September 30, 2022	262.11	531.49	317.94	2,518.14	735.16	819.92	2,273.86	4,708.34	25,041.88	133.73	24,503.38	61,845.95
	March 31, 2023	1,744.11	474.11	315.54	2,772.34	1,054.39	1,056.90	2,059.21	3,077.73	32,385.00	5,303.48	15,363.41	65,606.21
	March 31, 2022	263.63	361.74	139.60	2,311.84	474.78	578.22	1,307.09	3,152.33	23,824.21	79.60	27,970.55	60,463.59
	March 31, 2021	212.10	293.84	116.31	988.12	418.24	344.43	1,372.82	2,058.63	20,466.78	59.78	25,879.66	52,210.70
Borrowing	September 30, 2023	-	-	52.50	-	302.50	77.50	832.60	822.30	1,217.60	368.50	2,054.10	5,727.60
	September 30, 2022	1,499.28	-	66.40	1,000.20	66.40	91.40	574.20	1,179.70	1,122.70	279.00	1,953.70	7,832.98
	March 31, 2023	-	299.83	52.50	-	133.80	77.50	1,232.50	1,265.10	2,039.90	159.00	1,953.70	7,213.83
	March 31, 2022	-	-	69.30	-	69.30	69.30	668.30	705.80	1,491.30	279.00	1,632.00	4,984.30
	March 31, 2021	16.00	-	835.00	-	51.00	138.30	653.00	730.00	2,051.70	214.70	1,477.50	6,167.20
Foreign Currency Assets	September 30, 2023	-	-	-	-	-	-	-	-	-	-	-	-
	September 30, 2022	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2023	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2022	-	-	-	-	-	-	-	-	-	-	-	-
	March 31, 2021	-	-	-	-	-	-	-	-	-	-	-	-

Classification of Assets and Liabilities under the maturity buckets is based on the same estimates and assumptions as used by the Bank for compiling the return submitted to the Reserve Bank of India.



## 23.2 Liquidity Coverage Ratio

### Qualitative Disclosure

The Liquidity Coverage Ratio (LCR) measures bank's liquidity risk profile, ensures that the Bank has an adequate stock of unencumbered high-quality liquid assets that can be easily and immediately converted into cash, in financial markets, at no or little loss of value. The LCR requirements are designed to ensure banks maintain an adequate level of readily available, high-quality liquid assets, or HQLA, that can quickly and easily be converted into cash to meet any liquidity needs that might arise during a 30-day period of liquidity stress.

The LCR is the percentage resulting from dividing the bank's stock of high-quality assets by the estimated total net cash outflows over a 30-calendar day stress scenario. The minimum liquidity coverage ratio required for is 100%. In other words, the stock of high-quality assets must be at least as large as the expected total net cash outflows over the 30-day stress period. The Bank adheres to RBI guidelines 'Basel III Framework on Liquidity Standards – on Liquidity Coverage Ratio (LCR)', Liquidity Risk Monitoring Tools and the LCR Disclosure Standards that are applicable to banks in India.

As per the RBI directions, the Banks are prescribed to maintain minimum LCR of 100% from January 01, 2021 onwards.

The Bank during the quarter ended September 30, 2023 maintained average HQLA of ₹18,405.79 million against the average net cash outflows of ₹7,477.96 million. The entire HQLA was Level 1 HQLA. The average LCR of the Bank for the quarter ended September 30, 2023 was 246.13% as against the regulatory threshold of 100%.

HQLA primarily included government securities in excess of minimum Statutory Liquidity Ratio (SLR), the extent allowed under the Marginal Standing Facility (MSF) and the Facility to Avail Liquidity for LCR (FALLCR). Additionally, cash, balances in excess of cash reserve requirement with RBI.

For the purposes of LCR computation, the Bank has considered all inflows and outflows that may have a quantifiable impact under the liquidity stress scenario.

### Quantitative Disclosure

The table below sets out the average LCR of the Bank for the quarters ended September 2023 and June 2023:

(₹ in millions)

Liquidity Coverage Ratio (LCR)	Quarter Ended June 30, 2023		Quarter Ended September 30, 2023	
	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*
<b>High Quality Liquid Assets</b>				
1 Total High Quality Liquid Assets (HQLA)		18,509.51		18,405.79
<b>Cash Outflows</b>				
2 Retail deposits and deposits from small business customers, of which:				
(i) Stable deposits	18,088.36	904.42	19,005.76	950.29
(ii) Less stable deposits	41,564.75	4,156.48	41,164.92	4,116.49
3 Unsecured wholesale funding, of which:				
(i) Operational deposits (all counterparties)	-	-	-	-
(ii) Non-operational deposits (all counterparties)	6,140.24	3,112.02	6,451.35	3,269.34



(iii)	Unsecured debt	-	-	-	-
4	<b>Secured wholesale funding</b>	52.03	-	-	-
5	<b>Additional requirements, of which</b>				
(i)	Outflows related to derivative exposures and other collateral requirements	-	-	-	-
(ii)	Outflows related to loss of funding on debt products	-	-	-	-
(iii)	Credit and liquidity facilities	1,856.69	147.36	5,657.39	376.11
6	<b>Other contractual funding obligations</b>	500.88	500.88	629.79	629.79
7	<b>Other contingent funding obligations</b>	892.37	35.48	867.60	34.87
8	<b>Total Cash Outflows</b>		<b>8,856.62</b>		<b>9,376.89</b>
<b>Cash Inflows</b>					
9	Secured lending (e.g. reverse repos)	1,545.94	-	931.88	-
10	Inflows from fully performing exposures	906.56	567.76	963.00	617.66
11	Other cash inflows	882.54	618.79	1,387.17	1,281.27
12	<b>Total Cash Inflows</b>	<b>3,335.03</b>	<b>1,186.55</b>	<b>3,282.05</b>	<b>1,898.93</b>
13	<b>Total HQLA</b>		<b>18,509.51</b>		<b>18,405.79</b>
14	<b>Total Net Cash Outflows</b>		<b>7,670.07</b>		<b>7,477.96</b>
15	<b>Liquidity Coverage Ratio (%)</b>		<b>241.32%</b>		<b>246.13%</b>

\* The average weighted and unweighted amounts have been calculated considering simple average based on daily observation for the respective quarters.

The table below sets out the average LCR of the Bank for Financial Year 2022-23:

Liquidity Coverage Ratio (LCR)		(₹ in millions)							
		Quarter Ended June 30, 2022		Quarter Ended Sept 30, 2022		Quarter Ended Dec 31, 2022		Quarter Ended March 31, 2023	
		Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*
<b>High Quality Liquid Assets</b>									
1	<b>Total High Quality Liquid Assets (HQLA)</b>		16,401.98		13,742.59		16,681.09		15,949.93
<b>Cash Outflows</b>									
2	<b>Retail deposits and deposits from small business customers, of which:</b>								
(i)	Stable deposits	16,777.99	838.90	17,184.11	859.21	17,897.69	894.89	18,354.87	917.74
(ii)	Less stable deposits	37,118.38	3,711.84	38,071.97	3,807.20	40,328.52	4,032.85	40,633.40	4,063.34
3	<b>Unsecured wholesale funding, of which:</b>								
(i)	Operational deposits (all counterparties)	-	-	-	-	-	-	-	-
(ii)	Non-operational deposits (all counterparties)	6,947.15	3,950.95	6,402.78	3,457.18	6,325.60	3,195.89	6,305.98	3,226.16
(iii)	Unsecured debt	-	-	-	-	-	-	-	-
4	<b>Secured wholesale funding</b>	39.00	-	1,025.10	-	193.15	-	327.68	-



5	<b>Additional requirements, of which</b>								
(i)	Outflows related to derivative exposures and other collateral requirements	-	-	-	-	-	-	-	-
(ii)	Outflows related to loss of funding on debt products	-	-	-	-	-	-	-	-
(iii)	Credit and liquidity facilities	2,062.61	142.10	1,945.50	109.52	1,995.22	170.58	1,884.10	146.58
6	<b>Other contractual funding obligations</b>	316.79	316.79	458.91	458.91	381.40	381.40	939.67	939.67
7	<b>Other contingent funding obligations</b>	420.29	13.90	378.19	12.57	467.25	14.61	552.95	18.17
8	<b>Total Cash Outflows</b>		<b>8,974.47</b>		<b>8,704.58</b>		<b>8,690.22</b>		<b>9,311.67</b>
<b>Cash Inflows</b>									
9	Secured lending (e.g. reverse repos)	602.40	-	-	-	91.10	-	68.84	-
10	Inflows from fully performing exposures	911.19	551.29	964.01	578.17	967.69	580.25	882.43	503.92
11	Other cash inflows	730.04	624.14	871.40	765.50	1,808.04	835.70	2,468.68	1,388.49
12	<b>Total Cash Inflows</b>	<b>2,243.63</b>	<b>1,175.43</b>	<b>1,835.41</b>	<b>1,343.67</b>	<b>2,866.83</b>	<b>1,415.95</b>	<b>3,419.95</b>	<b>1,892.40</b>
13	<b>Total HQLA</b>		<b>16,401.98</b>		<b>13,742.59</b>		<b>16,681.09</b>		<b>15,949.93</b>
14	<b>Total Net Cash Outflows</b>		<b>7,799.04</b>		<b>7,360.91</b>		<b>7,274.27</b>		<b>7,419.26</b>
15	<b>Liquidity Coverage Ratio (%)</b>		<b>210.31%</b>		<b>186.70%</b>		<b>229.32%</b>		<b>214.98%</b>

\* The average weighted and unweighted amounts have been calculated considering simple average based on daily observation for the respective quarters.



The table below sets out the average LCR of the Bank for Financial Year 2021-22:

(₹ in millions)

Liquidity Coverage Ratio (LCR)	Quarter Ended June 30, 2021		Quarter Ended Sept 30, 2021		Quarter Ended Dec 31, 2021		Quarter Ended March 31, 2022			
	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*		
<b>High Quality Liquid Assets</b>										
1	<b>Total High Quality Liquid Assets (HQLA)</b>		18,377.52	16,406.90	19,375.16			17,019.28		
<b>Cash Outflows</b>										
2	<b>Retail deposits and deposits from small business customers, of which:</b>									
(i)	Stable deposits	15,672.58	783.63	16,749.52	837.48	17,159.32	85.97	17,397.07	869.85	
(ii)	Less stable deposits	31,756.84	3,175.68	31,937.56	3,193.76	34,568.26	3,456.83	35,341.33	3,534.13	
3	<b>Unsecured wholesale funding, of which:</b>									
(i)	Operational deposits (all counterparties)	-	-	-	-	-	-	-		
(ii)	Non-operational deposits (all counterparties)	3,144.91	1,311.79	3,192.11	1,419.24	5,407.50	3,030.85	7,424.24	4,173.82	
(iii)	Unsecured debt	-	-	-	-	-	-	-		
4	<b>Secured wholesale funding</b>		3.75	10.82	8.36		10.56			
5	<b>Additional requirements, of which</b>									
(i)	Outflows related to derivative exposures and other collateral requirements	-	-	-	-	-	-	-		
(ii)	Outflows related to loss of funding on debt products	-	-	-	-	-	-	-		
(iii)	Credit and liquidity facilities	2,272.26	161.91	2,281.24	152.92	2,397.48	168.06	2,349.95	162.97	
6	<b>Other contractual funding obligations</b>		504.53	504.53	366.42	366.42	335.24	335.24	457.83	457.83
7	<b>Other contingent funding obligations</b>		368.42	11.94	341.79	11.17	343.36	11.28	399.08	13.01
8	<b>Total Cash Outflows</b>		5,949.49	5,980.98	7,860.22		9,211.62			
<b>Cash Inflows</b>										
9	Secured lending (e.g. reverse repos)	5,678.19	-	3,436.85	-	6,196.44	-	3,438.45	-	
10	Inflows from fully performing exposures	716.31	425.34	804.92	470.05	818.15	487.15	918.27	545.43	
11	Other cash inflows	808.28	702.38	770.11	664.21	767.50	661.60	1,346.28	1,240.38	
12	<b>Total Cash Inflows</b>		7,202.78	5,011.87	7,782.09	1,148.75	5,702.99	1,785.81		
13	<b>Total HQLA</b>		18,377.52	16,406.90	19,375.16		17,019.28			
14	<b>Total Net Cash Outflows</b>		4,821.77	4,846.72	6,711.47		7,425.81			
15	<b>Liquidity Coverage Ratio (%)</b>		381.14%	338.52%	288.69%		229.19%			

\* The average weighted and unweighted amounts have been calculated considering simple average based on daily observation for the respective quarters.





The table below sets out the average LCR of the Bank for Financial Year 2020-21:

(₹ in millions)

Liquidity Coverage Ratio (LCR)	Quarter Ended June 30, 2020		Quarter Ended Sept 30, 2020		Quarter Ended Dec 31, 2020		Quarter Ended March 31, 2021			
	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*	Total Unweighted Value (average)*	Total Weighted Value (average)*		
<b>High Quality Liquid Assets</b>										
1	Total High Quality Liquid Assets (HQLA)		12,943.85	15,032.99	18,700.77	18,254.10				
<b>Cash Outflows</b>										
2	Retail deposits and deposits from small business customers, of which:									
(i)	Stable deposits	20,727.51	1,036.38	21,559.09	1,077.95	23,453.87	1,172.70	15,624.16	781.23	
(ii)	Less stable deposits	17,700.79	1,770.08	18,522.79	1,852.28	23,393.90	2,339.40	29,705.85	2,970.60	
3	Unsecured wholesale funding, of which:									
(i)	Operational deposits (all counterparties)	0.10	0.01	0.08	0.01	0.08	0.01	0.07	-	
(ii)	Non-operational deposits (all counterparties)	3,591.43	1,290.73	3,074.67	1,329.70	1,735.93	1,231.97	3,323.53	1,444.91	
(iii)	Unsecured debt	-	-	-	-	-	-	-	-	
4	Secured wholesale funding		1.10	1.10	0.83	15.20	19.40	-	-	
5	Additional requirements, of which									
(i)	Outflows related to derivative exposures and other collateral requirements	-	-	-	-	-	-	-	-	
(ii)	Outflows related to loss of funding on debt products	-	-	-	-	-	-	-	-	
(iii)	Credit and liquidity facilities	2,049.87	153.27	2,296.37	179.43	2,430.73	181.80	2,333.09	174.01	
6	Other contractual funding obligations		419.03	419.03	513.57	513.57	378.00	378.00	505.53	505.53
7	Other contingent funding obligations		364.03	11.63	312.65	10.15	336.53	10.87	374.38	12.04
8	Total Cash Outflows		4,682.23	4,963.09	5,314.74	5,888.33				
<b>Cash Inflows</b>										
9	Secured lending (e.g. reverse repos)		1,484.63	1,088.03	2,711.88	5,362.27	5,219.83	-	-	
10	Inflows from fully performing exposures		273.07	273.07	579.60	439.77	729.27	423.40	699.52	408.37
11	Other cash inflows		987.30	881.83	1,098.27	992.67	515.10	410.20	1,451.13	1,345.27
12	Total Cash Inflows		2,745.00	2,242.93	4,389.74	1,432.43	6,606.63	833.60	7,370.49	1,753.63
13	Total HQLA		12,943.85	15,032.99	18,700.77	18,254.10				
14	Total Net Cash Outflows		2,439.30	3,530.66	4,481.14	4,134.69				
15	Liquidity Coverage Ratio (%)		530.64%	425.78%	417.32%	441.49%				

\* The average weighted and unweighted amounts have been calculated considering simple average based on daily observation for the respective quarters.



24 Investments

24.1 Composition of Investment Portfolio

As at September 30, 2023

(₹ in millions)

Particulars	Investments in India						Investments outside India				Total Investments	
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total Investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others		Total Investments outside India
<b>Held to Maturity</b>												
Gross	11,790.58	-	-	-	-	-	11,790.58	-	-	-	-	11,790.58
Less: Provision for non-performing investments (NPI)	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>11,790.58</b>	-	-	-	-	-	<b>11,790.58</b>	-	-	-	-	<b>11,790.58</b>
<b>Available for Sale</b>												
Gross	3,558.65	-	15.40	-	-	-	3,574.05	-	-	-	-	3,574.05
Less: Provision for depreciation and NPI	(20.19)	-	-	-	-	-	(20.19)	-	-	-	-	(20.19)
<b>Net</b>	<b>3,538.46</b>	-	<b>15.40</b>	-	-	-	<b>3,553.86</b>	-	-	-	-	<b>3,553.86</b>
<b>Held for Trading</b>												
Gross	151.27	-	-	-	-	-	151.27	-	-	-	-	151.27
Less: Provision for depreciation and NPI	(1.16)	-	-	-	-	-	(1.16)	-	-	-	-	(1.16)
<b>Net</b>	<b>150.11</b>	-	-	-	-	-	<b>150.11</b>	-	-	-	-	<b>150.11</b>
<b>Total Investments</b>	<b>15,500.50</b>	-	<b>15.40</b>	-	-	-	<b>15,515.90</b>	-	-	-	-	<b>15,515.90</b>
Less: Provision for non-performing investments	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	(21.35)	-	-	-	-	-	(21.35)	-	-	-	-	(21.35)
<b>Net</b>	<b>15,479.15</b>	-	<b>15.40</b>	-	-	-	<b>15,494.55</b>	-	-	-	-	<b>15,494.55</b>



As at September 30, 2022

(₹ in millions)

Particulars	Investments in India						Investments outside India				Total Investments	
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total Investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others		Total Investments outside India
<b>Held to Maturity</b>												
Gross	10,286.59	-	-	-	-	-	10,286.59	-	-	-	-	10,286.59
Less: Provision for non-performing investments (NPI)	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>10,286.59</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,286.59</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,286.59</b>
<b>Available for Sale</b>												
Gross	3,075.22	-	15.40	-	-	-	3,090.62	-	-	-	-	3,090.62
Less: Provision for depreciation and NPI	(17.49)	-	-	-	-	-	(17.49)	-	-	-	-	(17.49)
<b>Net</b>	<b>3,057.73</b>	<b>-</b>	<b>15.40</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,073.13</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,073.13</b>
<b>Held for Trading</b>												
Gross	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Investments</b>	<b>13,361.81</b>	<b>-</b>	<b>15.40</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,377.21</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,377.21</b>
Less: Provision for non-performing investments	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	(17.49)	-	-	-	-	-	(17.49)	-	-	-	-	(17.49)
<b>Net</b>	<b>13,344.32</b>	<b>-</b>	<b>15.40</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,359.72</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,359.72</b>



As at March 31, 2023

(₹ in millions)

Particulars	Investments in India						Investments outside India				Total Investments	
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total Investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others		Total Investments outside India
<b>Held to Maturity</b>												
Gross	11,716.03	-	-	-	-	-	11,716.03	-	-	-	-	11,716.03
Less: Provision for non-performing investments (NPI)	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>11,716.03</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,716.03</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>11,716.03</b>
<b>Available for Sale</b>												
Gross	3,167.77	-	15.40	-	-	-	3,183.17	-	-	-	-	3,183.17
Less: Provision for depreciation and NPI	(13.40)	-	-	-	-	-	(13.40)	-	-	-	-	(13.40)
<b>Net</b>	<b>3,154.37</b>	<b>-</b>	<b>15.40</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,169.77</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,169.77</b>
<b>Held for Trading</b>												
Gross	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Investments</b>	<b>14,883.80</b>	<b>-</b>	<b>15.40</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,899.20</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,899.20</b>
Less: Provision for non-performing investments	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	(13.40)	-	-	-	-	-	(13.40)	-	-	-	-	(13.40)
<b>Net</b>	<b>14,870.40</b>	<b>-</b>	<b>15.40</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,885.80</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>14,885.80</b>



As at March 31, 2022

(₹ in millions)

Particulars	Investments in India						Investments outside India				Total Investments	
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total Investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others		Total Investments outside India
<b>Held to Maturity</b>												
Gross	9,892.76	-	-	-	-	-	9,892.76	-	-	-	-	9,892.76
Less: Provision for non-performing investments (NPI)	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>9,892.76</b>	-	-	-	-	-	<b>9,892.76</b>	-	-	-	-	<b>9,892.76</b>
<b>Available for Sale</b>												
Gross	3,662.47	-	15.40	-	-	-	3,677.87	-	-	-	-	3,677.87
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>3,662.47</b>	-	<b>15.40</b>	-	-	-	<b>3,677.87</b>	-	-	-	-	<b>3,677.87</b>
<b>Held for Trading</b>												
Gross	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total Investments</b>	<b>13,555.23</b>	-	<b>15.40</b>	-	-	-	<b>13,570.63</b>	-	-	-	-	<b>13,570.63</b>
Less: Provision for non-performing investments	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>13,555.23</b>	-	<b>15.40</b>	-	-	-	<b>13,570.63</b>	-	-	-	-	<b>13,570.63</b>



As at March 31,2021

(₹ in millions)

Particulars	Investments in India							Investments outside India				Total Investments
	Government Securities	Other Approved Securities	Shares	Debentures and Bonds	Subsidiaries and/or joint ventures	Others	Total Investments in India	Government securities (including local authorities)	Subsidiaries and/or joint ventures	Others	Total Investments outside India	
<b>Held to Maturity</b>												
Gross	8,725.32	-	-	-	-	-	8,725.32	-	-	-	-	8,725.32
Less: Provision for non-performing investments (NPI)	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>8,725.32</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,725.32</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,725.32</b>
<b>Available for Sale</b>												
Gross	3,382.04	-	15.40	-	-	-	3,397.44	-	-	-	-	3,397.44
Less: Provision for depreciation and NPI	-	-	(0.24)	-	-	-	(0.24)	-	-	-	-	(0.24)
<b>Net</b>	<b>3,382.04</b>	<b>-</b>	<b>15.16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,397.20</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,397.20</b>
<b>Held for Trading</b>												
Gross	-	-	-	-	-	-	-	-	-	-	-	-
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Investments</b>	<b>12,107.36</b>	<b>-</b>	<b>15.40</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,122.76</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,122.76</b>
Less: Provision for non-performing investments	-	-	(0.24)	-	-	-	(0.24)	-	-	-	-	(0.24)
Less: Provision for depreciation and NPI	-	-	-	-	-	-	-	-	-	-	-	-
<b>Net</b>	<b>12,107.36</b>	<b>-</b>	<b>15.16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,122.52</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,122.52</b>



## 24.2 Movement of Provisions for Depreciation and Investment Fluctuation Reserve

(₹ in millions)

Particulars	Half Year ended	Half Year ended	Year ended	Year ended	Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	March 31, 2022	March 31, 2021
<b>i. Movement of provisions held towards depreciation on investments</b>					
a) Opening balance	13.40	-	-	0.24	-
b) Add: Provisions made during the period	24.15	17.49	43.70	0.15	0.44
c) Less: Write off/ write back of excess provisions during the period	(16.20)	-	(30.30)	(0.39)	(0.20)
d) Closing balance	21.35	17.49	13.40	-	0.24
<b>ii. Movement of Investment Fluctuation Reserve (IFR)</b>					
a) Opening balance	63.66	84.50	84.50	67.95	44.01
b) Add: Amount transferred during the period	-	-	-	16.56	23.94
c) Less: Drawdown	-	-	(20.84)	-	-
d) Closing balance	63.66	84.50	63.66	84.50	67.95
<b>iii. Closing balance in IFR as a percentage of closing balance of investments in AFS and HFT/ Current category</b>	1.71%	2.75%	2.00%	2.30%	2.00%

## 24.3 Sale and Transfer of Investments

During the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021, there is no sale/ transfer of securities to/ from Held to Maturity (HTM) category exceeding 5% of the book value of the investments held in HTM category at the beginning of the year, which requires the disclosure as per the RBI guidelines.

However, the Bank after approval of the Board of Directors, at the beginning of the accounting year, has transferred government securities within the categories as stated below:

### During the half year ended September 30, 2023

(₹ in millions)

Category		Book Value of Securities transferred	Market Value Securities transferred
From	To		
Held to Maturity	Available for Sale	379.76	392.80
<b>Total</b>		<b>379.76</b>	<b>392.80</b>

The Bank has not sold any security from HTM category during the period.

### During the half year ended September 30, 2022

(₹ in millions)

Category		Book Value of Securities transferred	Market Value Securities transferred
From	To		
Held to Maturity	Available for Sale	354.63	371.52
<b>Total</b>		<b>354.63</b>	<b>371.52</b>

The Bank has not sold any security from HTM category during the period.

### During the year ended March 31, 2023

(₹ in millions)

Category		Book Value of Securities transferred	Market Value Securities transferred
From	To		
Held to Maturity	Available for Sale	354.63	364.87
<b>Total</b>		<b>354.63</b>	<b>364.87</b>

The Bank has not sold any security from HTM category during the period.



During the year ended March 31, 2022

(₹ in millions)

Category		Book Value of Securities transferred	Market Value Securities transferred
From	To		
Held to Maturity	Available for Sale	913.81	967.43
Available for Sale	Held to Maturity	259.83	270.10
<b>Total</b>		<b>1,173.64</b>	<b>1,237.53</b>

The Bank has not sold any security from HTM category during the period.

During the year ended March 31, 2021

(₹ in millions)

Category		Book Value of Securities transferred	Market Value Securities transferred
From	To		
Held to Maturity	Available for Sale	1,167.88	1,263.41
<b>Total</b>		<b>1,167.88</b>	<b>1,263.41</b>

The Bank has not sold any security from HTM category during the period.

#### 24.4 Non-SLR Investment Portfolio

##### 24.4.1 Issuer Composition of Non-SLR investments

As on September 30, 2023

(₹ in millions)

No.	Issuer	Amount	Extent of Private Placement	Extent of 'Below Investment Grade' Securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
1.	2.	3.	4.	5.	6.	7.
i.	PSUs	-	-	-	-	-
ii.	FIs	-	-	-	-	-
iii.	Banks	-	-	-	-	-
iv.	Private Corporates	15.40	15.40	-	-	15.40
v.	Subsidiaries/ Joint Ventures	-	-	-	-	-
vi.	Others	-	-	-	-	-
vii.	Provision held towards depreciation	-	-	-	-	-
	<b>Total</b>	<b>15.40</b>	<b>15.40</b>	-	-	<b>15.40</b>

As on September 30, 2022

(₹ in millions)

No.	Issuer	Amount	Extent of Private Placement	Extent of 'Below Investment Grade' Securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
1.	2.	3.	4.	5.	6.	7.
i.	PSUs	-	-	-	-	-
ii.	FIs	-	-	-	-	-
iii.	Banks	-	-	-	-	-
iv.	Private Corporates	15.40	15.40	-	-	15.40
v.	Subsidiaries/ Joint Ventures	-	-	-	-	-
vi.	Others	-	-	-	-	-
vii.	Provision held towards depreciation	-	-	-	-	-
	<b>Total</b>	<b>15.40</b>	<b>15.40</b>	-	-	<b>15.40</b>





**As on March 31, 2023**

(₹ in millions)

No.	Issuer	Amount	Extent of Private Placement	Extent of 'Below Investment Grade' Securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
1.	2.	3.	4.	5.	6.	7.
i.	PSUs	-	-	-	-	-
ii.	FIs	-	-	-	-	-
iii.	Banks	-	-	-	-	-
iv.	Private Corporates	15.40	15.40	-	-	15.40
v.	Subsidiaries/ Joint Ventures	-	-	-	-	-
vi.	Others	-	-	-	-	-
vii.	Provision held towards depreciation	-	-	-	-	-
	<b>Total</b>	<b>15.40</b>	<b>15.40</b>	-	-	<b>15.40</b>

**As on March 31, 2022**

(₹ in millions)

No.	Issuer	Amount	Extent of Private Placement	Extent of 'Below Investment Grade' Securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
1.	2.	3.	4.	5.	6.	7.
i.	PSUs	-	-	-	-	-
ii.	FIs	-	-	-	-	-
iii.	Banks	-	-	-	-	-
iv.	Private Corporates	15.40	15.40	-	-	15.40
v.	Subsidiaries/ Joint Ventures	-	-	-	-	-
vi.	Others	-	-	-	-	-
vii.	Provision held towards depreciation	-	-	-	-	-
	<b>Total</b>	<b>15.40</b>	<b>15.40</b>	-	-	<b>15.40</b>

**As on March 31, 2021**

(₹ in millions)

No.	Issuer	Amount	Extent of Private Placement	Extent of 'Below Investment Grade' Securities	Extent of 'Unrated' Securities	Extent of 'Unlisted' Securities
1.	2.	3.	4.	5.	6.	7.
i.	PSUs	-	-	-	-	-
ii.	FIs	-	-	-	-	-
iii.	Banks	-	-	-	-	-
iv.	Private Corporates	15.40	15.40	-	-	15.40
v.	Subsidiaries/ Joint Ventures	-	-	-	-	-
vi.	Others	-	-	-	-	-
vii.	Provision held towards depreciation	(0.24)	(0.24)	-	-	(0.24)
	<b>Total</b>	<b>15.16</b>	<b>15.16</b>	-	-	<b>15.16</b>

**24.4.2 Non performing Non - SLR investments**

The Bank does not have any non-performing Non - SLR investment during the half years ended September 30, 2023 and September 30, 2022 and during the years ended March 31, 2023, March 31, 2022 and March 31, 2021.



## 24.5 Repo/Reverse Repo

### During the period ended September 30, 2023

The Bank has undertaken MSF, Tri-party repo/reverse repo, Automated Sweep In Sweep Out (ASISO) during the year with Clearing Corporation of India Ltd. (CCIL) and RBI as part of money market operations.

(₹ in millions)

Particulars	Minimum Outstanding during the period (Face Value)	Maximum Outstanding during the period (Face Value)	Daily Average outstanding during the period (Face Value)	Outstanding as on September 30, 2023 (Face Value)
<b>Securities sold under repo:</b>				
1. Government Securities	149.95	549.69	31.13	-
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-
<b>Securities purchased under reverse repo:</b>				
1. Government Securities	249.95	3,499.35	1,186.22	-
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-

### During the period ended September 30, 2022

The Bank has undertaken MSF, Tri-party repo/reverse repo, Automated Sweep In Sweep Out (ASISO) during the year with Clearing Corporation of India Ltd. (CCIL) and RBI as part of money market operations

(₹ in millions)

Particulars	Minimum Outstanding during the period (Face Value)	Maximum Outstanding during the period (Face Value)	Daily Average Outstanding during the period (Face Value)	Outstanding as on September 30, 2022 (Face Value)
<b>Securities sold under repo:</b>				
1. Government Securities	80.00	1,999.72	553.23	1,499.28
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-
<b>Securities purchased under reverse repo:</b>				
1. Government Securities	670.00	2,000.00	298.69	-
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-

### During the year ended March 31, 2023

The Bank has undertaken MSF, Tri-party repo/reverse repo, Automated Sweep In Sweep Out (ASISO) during the year with Clearing Corporation of India Ltd. (CCIL) and RBI as part of money market operations.

(₹ in millions)

Particulars	Minimum Outstanding during the period (Face Value)	Maximum Outstanding during the period (Face Value)	Daily Average Outstanding during the period (Face Value)	Outstanding as on March 31, 2023 (Face Value)
<b>Securities sold under repo:</b>				
1. Government Securities	80.00	1,999.72	409.71	299.83
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-
<b>Securities purchased under reverse repo:</b>				
1. Government Securities	199.97	2,000.00	190.43	-
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-



**During the year ended March 31, 2022**

The Bank has undertaken MSF, Tri-party repo/reverse repo and Long Term Repo transactions during the year with Clearing Corporation of India Ltd. (CCIL) and RBI as part of money market operations.

(₹ in millions)

Particulars	Minimum Outstanding during the period (Face Value)	Maximum Outstanding during the period (Face Value)	Daily Average Outstanding during the period (Face Value)	Outstanding as on March 31, 2022 (Face Value)
<b>Securities sold under repo:</b>				
1. Government Securities	10.00	599.95	34.46	-
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-
<b>Securities purchased under reverse repo:</b>				
1. Government Securities	270.00	8,980.00	4,688.79	570.00
2. Corporate Debt Securities	-	-	-	-
3. Any other securities	-	-	-	-

**During the year ended March 31, 2021**

The Bank has undertaken MSF, Tri-party repo/reverse repo, Automated Sweep In Sweep Out (ASISO) and Long Term Repo transactions during the year with Clearing Corporation of India Ltd. (CCIL) and RBI as part of money market operations.

(₹ in millions)

Particulars	Minimum Outstanding during the period (Face Value)	Maximum Outstanding during the period (Face Value)	Daily Average Outstanding during the period (Face Value)	Outstanding as on March 31, 2021 (Face Value)
<b>Securities sold under repo:</b>				
1. Government Securities	20.00	1,099.75	385.89	-
2. Corporate Debt Securities	-	-	-	-
<b>Securities purchased under reverse repo:</b>				
1. Government Securities	59.99	7,469.50	3,688.02	4,720.00
2. Corporate Debt Securities	-	-	-	-

**24.6 Security Receipts**

The Bank does not hold any investment in Security Receipts during the periods ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.



25 Asset Quality

25.1 Classification of advances and provisions held

As on September 30, 2023

(₹ in millions)

	Standard	Non-performing			Total Non-performing Advances	Total
	Total Standard Advances	Sub-Standard	Doubtful	Loss		
<b>Gross Standard Advances and NPAs</b>						
Opening Balance	53,546.42	482.99	1,043.26	-	1,526.25	55,072.67
Add: Additions during the period					445.28	
Less: Reductions during the period <sup>#</sup>					(367.32)	
Closing Balance	<b>57,055.16</b>	<b>446.34</b>	<b>1,157.87</b>	-	<b>1,604.21</b>	<b>58,659.37</b>
<i>*Reduction in Gross NPAs due to:</i>						
i) Upgradations					298.51	
ii) Recoveries (excluding recoveries from upgraded accounts)					68.73	
iii) Technical/ Prudential Write off					-	
iv) Write off other than those mentioned under iii) above					0.08	
<b>Provisions (excluding Floating Provisions)</b>						
Opening balance of provisions held	282.77*	103.43	682.35	-	785.78	1,068.55
Add: Fresh provisions made during the period					134.02	
Less: Excess provision reversed/ Write-off loans					(102.28)	
Closing balance of provisions held	<b>283.56*</b>	<b>99.56</b>	<b>717.96</b>	-	<b>817.52</b>	<b>1,101.08</b>
<b>Net NPAs</b>						
Opening balance		379.56	360.91	-	740.47	
Add: Fresh additions during the period					311.26	
Less: Reductions during the period					(265.04)	
Closing balance		<b>346.78</b>	<b>439.91</b>	-	<b>786.69</b>	
<b>Floating Provisions</b>						
Opening Balance					-	-
Add: Additional provisions made during the period					-	-
Less: Amount drawn down during the period					-	-
Closing balance of floating provisions					-	-
<b>Technical write-offs and the recoveries made thereon</b>						
Opening balance of Technical/Prudential written-offs accounts					-	-
Add: Technical/ Prudential write-offs during the period					-	-
Less: Recoveries made from previously technical/prudential written-off accounts during the period					-	-
Closing balance					-	-

\*During the period ended September 30, 2023, the general provision against standard assets includes provision of ₹93.25 million created in accordance with RBI Circular "Micro, Small and Medium Enterprises (MSME) sector –Restructuring of Advances" and "Resolution Framework for COVID-19-related Stress" issued on August 06, 2020.



As on September 30, 2022

(₹ in millions)

	Standard	Non-performing			Total Non-performing Advances	Total
	Total Standard Advances	Sub-Standard	Doubtful	Loss		
<b>Gross Standard Advances and NPAs</b>						
Opening balance	45,715.69	506.51	664.83	-	1,171.34	46,887.03
Add: Additions during the period					405.44	
Less: Reductions during the period <sup>#</sup>					(225.72)	
Closing balance	50,576.22	624.85	726.21	-	1,351.06	51,927.28
<i><sup>#</sup>Reduction in Gross NPAs due to:</i>						
i) Upgradations					126.64	
ii) Recoveries (excluding recoveries from upgraded accounts)					98.61	
iii) Technical/ Prudential Write off					-	
iv) Write off other than those mentioned under iii) above					0.47	
<b>Provisions (excluding Floating Provisions)</b>						
Opening balance of provisions held	284.04*	120.56	418.47	-	539.03	823.07
Add: Fresh provisions made during the period					200.02	
Less: Excess provision reversed/ Write-off loans					(82.19)	
Closing balance of provisions held	289.62*	103.34	553.52	-	656.86	946.48
<b>Net NPAs</b>						
Opening balance		385.95	246.36	-	632.31	
Add: Fresh additions during the period					205.42	
Less: Reductions during the period					(143.53)	
Closing balance		521.51	172.69	-	694.20	
<b>Floating Provisions</b>						
Opening Balance					-	-
Add: Additional provisions made during the period					-	-
Less: Amount drawn down during the period					-	-
Closing balance of floating provisions					-	-
<b>Technical write-offs and the recoveries made thereon</b>						
Opening balance of Technical/Prudential written-offs accounts					-	-
Add: Technical/ Prudential write-offs during the period					-	-
Less: Recoveries made from previously technical/prudential written-off accounts during the period					-	-
Closing balance					-	-

\*During the period ended September 30, 2022, the general provision against standard assets includes provision of ₹121.86 million created in accordance with RBI Circular "Micro, Small and Medium Enterprises (MSME) sector –Restructuring of Advances" and "Resolution Framework for COVID-19-related Stress" issued on August 06, 2020.



As on March 31, 2023

(₹ in millions)

	Standard	Non-performing			Total Non-performing Advances	Total
	Total Standard Advances	Sub-Standard	Doubtful	Loss		
<b>Gross Standard Advances and NPAs</b>						
Opening balance	45,715.69	506.51	664.83	-	1,171.34	46,887.03
Add: Additions during the period					1,543.73	
Less: Reductions during the period <sup>#</sup>					(1,188.82)	
Closing balance	53,546.42	482.99	1,043.26	-	1,526.25	55,072.67
<b>*Reduction in Gross NPAs due to:</b>						
i) Upgradations					980.58	
ii) Recoveries (excluding recoveries from upgraded accounts)					207.05	
iii) Technical/ Prudential Write off					-	
iv) Write off other than those mentioned under iii) above					1.18	
<b>Provisions (excluding Floating Provisions)</b>						
Opening balance of provisions held	284.04*	120.56	418.47	-	539.03	823.07
Add: Fresh provisions made during the period					460.26	
Less: Excess provision reversed/ Write-off loans					(213.51)	
Closing balance of provisions held	282.77*	103.43	682.35	-	785.78	1,068.55
<b>Net NPAs</b>						
Opening balance		385.95	246.36	-	632.31	
Add: Fresh additions during the period					1,083.47	
Less: Reductions during the period					(975.31)	
Closing balance		379.56	360.91	-	740.47	
<b>Floating Provisions</b>						
Opening Balance					-	-
Add: Additional provisions made during the period					-	-
Less: Amount drawn down during the period					-	-
Closing balance of floating provisions					-	-
<b>Technical write-offs and the recoveries made thereon</b>						
Opening balance of Technical/Prudential written-offs accounts					-	-
Add: Technical/ Prudential write-offs during the period					-	-
Less: Recoveries made from previously technical/prudential written-off accounts during the period					-	-
Closing balance					-	-

\*During the year ended March 31, 2023, the general provision against standard assets includes provision of ₹104.09 million created in accordance with RBI Circular "Micro, Small and Medium Enterprises (MSME) sector –Restructuring of Advances" and "Resolution Framework for COVID-19-related Stress" issued on August 06, 2020 and May 05, 2021.



**As on March 31, 2022**

(₹ in millions)

	Standard	Non-performing			Total Non-performing Advances	Total
	Total Standard Advances	Sub-Standard	Doubtful	Loss		
<b>Gross Standard Advances and NPAs</b>						
Opening balance	36,847.44	239.66	542.78	-	782.43	37,629.87
Add: Additions during the period					781.13	
Less: Reductions during the period <sup>#</sup>					(392.22)	
Closing balance	45,715.69	506.51	664.83	-	1,171.34	46,887.03
<i>*Reduction in Gross NPAs due to:</i>						
i) Upgradations					329.69	
ii) Recoveries (excluding recoveries from upgraded accounts)					61.87	
iii) Technical/ Prudential Write off					-	
iv) Write off other than those mentioned under iii) above					0.66	
<b>Provisions (excluding Floating Provisions)</b>						
Opening balance of provisions held	174.81*	60.34	300.68	-	361.01	535.82
Add: Fresh provisions made during the period					280.51	
Less: Excess provision reversed/ Write-off loans					(102.49)	
Closing balance of provisions held	284.04*	120.56	418.47	-	539.03	823.07
<b>Net NPAs</b>						
Opening balance		179.32	242.10	-	421.42	
Add: Fresh additions during the period					500.62	
Less: Reductions during the period					(289.73)	
Closing balance		385.95	246.36	-	632.31	
<b>Floating Provisions</b>						
Opening Balance					-	-
Add: Additional provisions made during the period					-	-
Less: Amount drawn down during the period					-	-
Closing balance of floating provisions					-	-
<b>Technical write-offs and the recoveries made thereon</b>						
Opening balance of Technical/Prudential written-offs accounts					-	-
Add: Technical/ Prudential write-offs during the period					-	-
Less: Recoveries made from previously technical/prudential written-off accounts during the period					-	-
Closing balance					-	-

\*During the year ended March 31, 2022, the general provision against standard assets includes provision of ₹134.19 million created in accordance with RBI Circular "Micro, Small and Medium Enterprises (MSME) sector –Restructuring of Advances" and "Resolution Framework for COVID-19-related Stress" issued on August 06, 2020 and May 05, 2021.



As on March 31, 2021

(₹ in millions)

	Standard		Non-performing			Total
	Total Standard Advances	Sub-Standard	Doubtful	Loss	Total Non-performing Advances	
<b>Gross Standard Advances and NPAs</b>						
Opening balance	32,670.59	306.68	278.39	-	585.07	33,255.66
Add: Additions during the period					248.53	
Less: Reductions during the period <sup>#</sup>					(51.17)	
Closing balance	<b>36,847.44</b>	<b>239.66</b>	<b>542.78</b>	<b>-</b>	<b>782.43</b>	<b>37,629.87</b>
<i><sup>#</sup>Reduction in Gross NPAs due to:</i>						
i) Upgradations					16.53	
ii) Recoveries (excluding recoveries from upgraded accounts)					34.49	
iii) Technical/ Prudential Write off					0.15	
iv) Write off other than those mentioned under iii) above					-	
<b>Provisions (excluding Floating Provisions)</b>						
Opening balance of provisions held	185.77	47.95	124.62	-	172.57	358.34
Add: Fresh provisions made during the period					202.62	
Less: Excess provision reversed/ Write-off loans					(14.18)	
Closing balance of provisions held	<b>174.81</b>	<b>60.34</b>	<b>300.68</b>	<b>-</b>	<b>361.01</b>	<b>535.82</b>
<b>Net NPAs</b>						
Opening balance		258.73	153.77	-	412.50	
Add: Fresh additions during the period					45.91	
Less: Reductions during the period					(36.99)	
Closing balance		<b>179.32</b>	<b>242.10</b>	<b>-</b>	<b>421.42</b>	
<b>Floating Provisions</b>						
Opening Balance					-	-
Add: Additional provisions made during the period					-	-
Less: Amount drawn down during the period					-	-
Closing balance of floating provisions					-	-
<b>Technical write-offs and the recoveries made thereon</b>						
Opening balance of Technical/Prudential written-offs accounts					-	-
Add: Technical/ Prudential write-offs during the period					-	-
Less: Recoveries made from previously technical/prudential written-off accounts during the period					-	-
Closing balance					-	-

\*During the year ended March 31, 2021, the general provision against standard assets includes provision of ₹53.37 million created in accordance with RBI Circular "Micro, Small and Medium Enterprises (MSME) sector –Restructuring of Advances" and "Resolution Framework for COVID-19-related Stress" issued on August 06, 2020.





25.2 Sector-wise Advances and Gross NPAs

(₹ in millions)

Sr. No.	Sector	Half Year ended September 30, 2023			Half Year ended September 30, 2022		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
<b>A) Priority Sector</b>							
1	Agriculture & allied activities	22,669.26	635.98	2.81%	19,916.76	595.06	2.99%
2	Advances to industries sector eligible as priority sector lending of which	1,886.99	57.30	3.04%	2,010.12	5.11	0.25%
	- advances to Textile Industry	192.00	15.46	8.05%	188.87	-	-
	- advances to Iron/Steel and Metal	302.66	-	-	407.10	-	-
3	Services	6,661.56	269.04	4.04%	6,979.85	217.75	3.12%
	- of which advances to Traders	4,070.26	169.79	4.17%	3,972.16	149.00	3.75%
4	Personal Loans	-	-	-	-	-	-
5	Others	5,626.51	35.76	0.64%	5,176.59	8.63	0.17%
	<b>Sub-total (A)</b>	<b>36,844.32</b>	<b>998.08</b>	<b>2.71%</b>	<b>34,083.32</b>	<b>826.55</b>	<b>2.43%</b>
<b>B) Non - Priority Sector</b>							
1	Agriculture & allied activities	-	-	-	-	-	-
2	Industry	-	-	-	-	-	-
3	Services	1,687.96	166.51	9.86%	1,486.42	199.26	13.41%
	- of which advances to Traders	1,582.74	166.45	10.52%	1,330.78	198.99	14.95%
4	Personal Loans	63.26	15.51	24.52%	96.23	10.54	10.96%
5	Others	20,063.83	424.11	2.11%	16,261.31	314.71	1.94%
	- of which advances to NBFCs	4,708.32	57.95	1.23%	3,505.96	57.95	1.65%
	<b>Sub-Total (B)</b>	<b>21,815.05</b>	<b>606.13</b>	<b>2.78%</b>	<b>17,843.96</b>	<b>524.51</b>	<b>2.94%</b>
	<b>TOTAL (A+B)</b>	<b>58,659.37</b>	<b>1,604.21</b>	<b>2.73%</b>	<b>51,927.28</b>	<b>1,351.06</b>	<b>2.60%</b>



(₹ in millions)

Sr. No.	Sector	Year ended March 31, 2023			Year ended March 31, 2022			Year ended March 31, 2021		
		Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector	Outstanding Total Advances	Gross NPAs	Percentage of Gross NPAs to Total Advances in that sector
<b>A) Priority Sector</b>										
1	Agriculture & allied activities	21,374.52	626.78	2.93%	17,807.45	435.36	2.44%	14,232.11	294.95	2.07%
2	Advances to industries sector eligible as priority sector lending of which	1,883.23	53.67	2.85%	2,260.30	32.73	1.45%	1,802.31	49.87	2.77%
	- advances to Textile Industry	179.94	10.96	6.11%	279.60	0.54	0.19%	264.29	2.41	0.91%
	- advances to Iron/Steel and Metal	374.76	13.58	3.63%	385.51	-	-	275.14	14.77	5.37%
3	Services	6,587.25	260.26	3.95%	8,392.72	330.57	3.94%	7,383.43	140.49	1.90%
	- of which advances to Traders	3,868.17	143.39	3.71%	4,795.72	223.58	4.66%	3,953.51	104.49	2.64%
4	Personal Loans	-	-	-	-	-	-	-	-	-
5	Others	5,558.26	24.46	0.44%	4,141.19	8.57	0.21%	2,374.62	6.68	0.28%
	<b>Sub-total (A)</b>	<b>35,403.26</b>	<b>965.17</b>	<b>2.73%</b>	<b>32,601.66</b>	<b>807.23</b>	<b>2.48%</b>	<b>25,792.47</b>	<b>491.99</b>	<b>1.91%</b>
<b>B) Non - Priority Sector</b>										
1	Agriculture & allied activities	-	-	-	-	-	-	-	-	-
2	Industry	-	-	-	44.55	-	-	57.35	-	-
3	Services	1,719.33	181.17	10.54%	442.24	174.94	39.56%	926.82	184.20	19.87%
	- of which advances to Traders	1,575.16	181.13	11.50%	273.20	174.94	64.04%	544.70	184.20	33.82%
4	Personal Loans	82.57	13.60	16.46%	111.73	10.75	9.62%	162.46	4.07	2.51%
5	Others	17,867.51	366.31	2.05%	13,686.85	178.42	1.30%	10,690.77	102.17	0.96%
	- of which advances to NBFCs	3,829.29	57.95	1.51%	2,975.99	84.14	2.83%	2,066.41	24.98	1.21%
	<b>Sub-Total (B)</b>	<b>19,669.41</b>	<b>561.08</b>	<b>2.85%</b>	<b>14,285.37</b>	<b>364.11</b>	<b>2.55%</b>	<b>11,837.40</b>	<b>290.44</b>	<b>2.45%</b>
	<b>TOTAL (A+B)</b>	<b>55,072.67</b>	<b>1,526.25</b>	<b>2.77%</b>	<b>46,887.03</b>	<b>1,171.34</b>	<b>2.50%</b>	<b>37,629.87</b>	<b>782.43</b>	<b>2.08%</b>



### 25.3 Ratios

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Gross NPA to Gross Advances	2.73%	2.60%	2.77%	2.50%	2.08%
Net NPA to Net Advances	1.36%	1.35%	1.36%	1.36%	1.13%
Provision Coverage Ratio	50.96%	48.62%	51.48%	46.02%	46.14%

### 25.4 Overseas Assets, NPAs and Revenue

The Bank does not hold any overseas asset/ NPA as at September 30, 2023, September 30, 2022, March 31, 2023, March 31, 2022 and March 31, 2021. No overseas operations were undertaken during the half year ended September 30, 2023, September 30, 2022 and year ended March 31, 2023, March 31, 2022 and March 31, 2021, hence revenue from overseas operations is nil.

### 25.5 Impact on account of COVID-19 on Advances

#### 25.5.1 For the half year ended September 30, 2022

India is emerging from the COVID-19 virus, a global pandemic that affected the world economy over the last two years. The extent to which any new wave of COVID-19 will impact the bank's results will depend on ongoing as well as future developments, including, among other things, any new information concerning the severity of the pandemic, and any action to contain its spread or mitigate its impact whether government-mandated or elected by us.

#### 25.5.2 For the year ended March 31, 2023

The impact of COVID-19 over the last two to three years has led to substantial impact on the economic activities. The extent to which any new wave of COVID-19 will impact the Bank's results is uncertain as it depends upon the future trajectory of the pandemic.

#### 25.5.3 For the year ended March 31, 2022

Following the easing of lockdown measures, there was gradual improvement in economic activity in the second half of Financial Year 2021-2022. In Financial Year 2022, India experienced two more waves of the Covid-19 pandemic that led to the re-imposition of regional lockdowns which were subsequently lifted. The impact of COVID-19, including changes in customer behaviour and pandemic fears, as well as restrictions on business and individual activities, led to substantial impact on the economic activities. The disruptions following the outbreak, impacted loan originations, the sale of third-party products and the efficiency in collection efforts resulting in increase in customer defaults and resulting in increase in provisions there against. Since the number of cases have reduced significantly and Government of India has withdrawn most of the Covid-19 related restrictions but the extent to which any new wave of COVID-19 impact the Bank's result is uncertain as it depends upon the future trajectory of the pandemic.

#### 25.5.4 For the year ended March 31, 2021

Consequent to the outbreak of the COVID-19 pandemic, the Government of India, on March 24, 2020, introduced a strict 21-day lockdown. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continue to be implemented in areas with a significant number of COVID-19 cases.

The impact of COVID-19, including changes in customer behaviour and pandemic fears, as well as restrictions on business and individual activities, has led to significant volatility in global and Indian financial markets and a significant decrease in global and local economic activities. The slowdown during the year led to a decrease in loan originations, the sale of third-party products, the use of cards by customers and the efficiency in collection efforts. This may lead to a rise in the number of customer defaults and consequently an increase in provisions there against. The extent to which the COVID-19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the Bank's results will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government-mandated or elected by us.



25.6 Restructuring of Accounts

25.6.1 Disclosure on Prudential Framework on Resolution of Stressed Assets dated June 07, 2019

The Reserve Bank of India has issued guidelines on Prudential Framework on Resolution of Stressed Assets, dated June 07, 2019. The Bank has not restructured any account under the framework during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

25.6.2 Restructuring under "Resolution Framework – 1.0: Resolution Framework for COVID-19-related Stress" and "Resolution Framework – 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses" is as under:

During the half year ended September 30, 2023

(₹ in millions)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at March 31, 2023 (A) <sup>1</sup>	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year <sup>2</sup>	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at September 30, 2023
Personal Loans	181.78	7.26	-	16.35	158.17
Corporate persons*	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	22.94	0.67	-	5.46	16.81
<b>Total</b>	<b>204.72</b>	<b>7.93</b>	<b>-</b>	<b>21.81</b>	<b>174.98</b>

\* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016  
<sup>1</sup> includes requests received till September 30, 2021 implemented subsequently  
<sup>2</sup> Net of increase in exposure during the period

During the half year ended September 30, 2022

(₹ in millions)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at March 31, 2022 (A) <sup>1</sup>	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year <sup>2</sup>	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at September 30, 2022
Personal Loans	264.05	1.83	-	22.07	240.15
Corporate persons*	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	31.10	0.94	-	1.59	28.58
<b>Total</b>	<b>295.16</b>	<b>2.77</b>	<b>-</b>	<b>23.65</b>	<b>268.73</b>

\* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016  
<sup>1</sup> includes requests received till September 30, 2021 implemented subsequently  
<sup>2</sup> Net of increase in exposure during the period

During the year ended March 31, 2023

(₹ in millions)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at September 30, 2022 (A) <sup>1</sup>	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year <sup>2</sup>	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at March 31, 2023
Personal Loans	240.15	30.71	-	27.66	181.78
Corporate persons*	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	28.58	2.04	-	3.60	22.94
<b>Total</b>	<b>268.73</b>	<b>32.75</b>	<b>-</b>	<b>31.26</b>	<b>204.72</b>

\* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016  
<sup>1</sup> includes requests received till September 30, 2021 implemented subsequently  
<sup>2</sup> Net of increase in exposure during the period



During the year ended March 31, 2022

(₹ in millions)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at September 30, 2021 (A) <sup>1</sup>	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year <sup>2</sup>	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at March 31, 2022
Personal Loans	284.87	16.02	-	4.80	264.05
Corporate persons*	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	34.03	-	-	2.92	31.10
<b>Total</b>	<b>318.90</b>	<b>16.02</b>	<b>-</b>	<b>7.72</b>	<b>295.16</b>

\* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

<sup>1</sup> includes requests received till September 30, 2021 implemented subsequently

<sup>2</sup> Net of increase in exposure during the period

25.6.3 Restructuring under RBI guidelines on "Micro, Small and Medium Enterprises (MSME) sector – Restructuring of Advances"

(₹ in millions)

As on March 31, 2022		As on March 31, 2021	
No. of accounts restructured	Amount	No. of accounts restructured	Amount
255	1046.75	132	807.10



25.6.4 Particulars of Accounts Restructured (other than under Covid -19 and MSME restructuring schemes)

Particulars	Agriculture and allied activities					Corporate (excluding MSME)					Micro, Small and Medium Enterprises (MSME)					Retail (excluding agriculture and MSME)					Total					
	Sept 2023	Sept 2022	March 2023	March 2022	March 2021	Sept 2023	Sept 2022	March 2023	March 2022	March 2021	Sept 2023	Sept 2022	March 2023	March 2022	March 2021	Sept 2023	Sept 2022	March 2023	March 2022	March 2021	Sept 2023	Sept 2022	March 2023	March 2022	March 2021	
<b>Standard</b>	Number of borrowers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Gross Amount	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Provisions held	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Sub-Standard</b>	Number of borrowers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Gross Amount	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Provisions held	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Doubtful</b>	Number of borrowers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Gross Amount	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Provisions held	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	Number of borrowers	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Gross Amount	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Provisions held	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-



**25.7 Details of loans transferred/acquired under the master directions of Reserve Bank of India on Transfer of Loan Exposures dated September 24, 2021 updated as on December 05, 2022**

The Bank has not transferred/acquired any stressed loan or loan not in default during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023 and March 31, 2022.

**25.8 Details of loans to any intermediary for onward lending to third party**

The Bank has not given any loan to any intermediary for onward lending to third party during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021. Further, the Bank has also not received any fund from any party(s) (Funding Party) with the understanding that the Bank shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the bank ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

**25.9 Fraud Accounts**

Particulars	Half Year ended	Half Year ended	Year ended	Year ended	Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	March 31, 2022	March 31, 2021
Number of frauds reported	1	-	-	-	-
Amount involved in fraud (₹ in millions)	1.32	-	-	-	-
Amount of provision made for such frauds (₹ in millions)	1.09	-	-	-	-
Amount of Unamortized provision debited from 'other reserves' as at the end of the period (₹ in millions)	-	-	-	-	-

**25.10 Sale of Financial Asset under Securitization/Asset Reconstruction**

The Bank has not sold any financial asset to Securitization/ Reconstruction Company for Asset Reconstruction during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

**25.11 Sale/Purchase of Non-performing financial assets**

The Bank has not purchased/sold any non-performing financial assets from/to other banks during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

**25.12 Letter of comfort**

The Bank has not issued any letter of comfort during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

**25.13 Credit Default Swaps**

The Bank has not entered into any Credit Default Swaps (CDS) during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.



#### 25.14 Divergence in Asset Classification and Provisioning for NPAs

As on date, the Bank's position for the half year ended September 30, 2023 has not yet been subjected to inspection by the Reserve Bank of India (RBI) and accordingly the said disclosure is not provided.

The Bank had been subjected to assessment by the Reserve Bank of India ("RBI") for the position as on March 31, 2021 and nil NPA divergence was observed by the RBI.

For the reference year ended March 31, 2022, the Inspection for Supervisory Evaluation (ISE) was conducted by the RBI under Section 35 of Banking Regulation Act 1949. As part of the exercise, the RBI has pointed out certain divergence in respect of the Bank's asset classification and provisioning under the applicable prudential norms on income recognition, asset classification and provision. Basis the latest communication received from the RBI, the details and impact on Profit After Tax relating to divergence between the non-performing advances reported by the Bank and as assessed by RBI as on March 31, 2022 in the format as prescribed by the RBI, are as per the table given below.

The impact of such divergence(s), if any, have been considered in the year in which the RBI has issued the report and consequently no retrospective adjustments have been made in this regard to the Restated Financial Statements.

The details related to divergence in the format as prescribed by the Reserve Bank of India are as below:

		<i>(₹ in millions)</i>
Sr. No.	Particulars	Amount (FY 2021-22)
1	Gross NPAs as on March 31, 2022 as reported by the Bank	1,171.34
2	Gross NPAs as on March 31, 2022 as assessed by RBI	1,488.34
3	Divergence in Gross NPAs (2-1)	317.00
4	Net NPAs as on March 31, 2022 as reported by the Bank	632.31
5	Net NPAs as on March 31, 2022 as assessed by RBI	875.71
6	Divergence in Net NPAs (5-4)	243.40
7	Provisions for NPAs as on March 31, 2022 as reported by the Bank	539.03
8	Provisions for NPAs as on March 31, 2022 as assessed by RBI	612.63
9	Divergence in provisioning (8-7)	73.60
10	Reported Profit before Provisions and Contingences for the year ended March 31, 2022	1,132.14
11	Reported Net Profit after Tax (PAT) for the year ended March 31, 2022	625.69
12	Adjusted (notional) Net Profit after Tax (PAT) for the year ended March 31, 2022 after considering the divergence in provisioning	564.89





26 Exposures

26.1 Exposure to Real Estate Sector

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
1. Direct exposure					
i. Residential Mortgages – Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented;					
a. Individual Housing Loans eligible for inclusion in Priority Sector advances	5,557.04	4,900.52	5,366.64	3,948.42	2,360.37
b. Others	6,935.69	5,652.56	6,200.63	4,896.33	3,743.61
ii. Commercial Real Estate – Lending secured by mortgages on commercial real estate (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits;	3,092.75	2,992.08	3,053.08	2,785.55	1,992.51
iii. Investments in Mortgage Backed Securities (MBS) and other securitized exposures –					
a. Residential	-	-	-	-	-
b. Commercial Real Estate	-	-	-	-	-
2. Indirect Exposure Fund based and non-fund based exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs).	538.20	225.00	499.39	92.69	113.22
<b>Total Exposure to Real Estate Sector</b>	<b>16,123.68</b>	<b>13,770.16</b>	<b>15,119.74</b>	<b>11,722.99</b>	<b>8,209.71</b>



26.2 Exposure to Capital Market

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
i. direct investments in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	15.40	15.40	15.40	15.40	15.40
ii. advances against shares/bonds/debentures or other securities or on clean basis to individuals for investment in shares (including IPOs/ESOPs), convertible bonds, convertible debentures and units of equity oriented mutual funds;	-	-	-	-	-
iii. advances for any other purpose where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security.	-	-	-	-	-
iv. advances for any other purpose to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares/convertible bonds/convertible debentures/units of equity oriented mutual funds does not fully cover the advances;	-	-	-	-	-
v. secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-	-	-	-
vi. loans sanctioned to corporates against the security of shares/bonds/debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-	-	-	-
vii. bridge loans to companies against expected equity flows/issues;	-	-	-	-	-
viii. underwriting commitments taken up by the banks in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds;	-	-	-	-	-
ix. financing to stockbrokers for margin trading;	-	-	-	-	-
x. all exposures to venture capital funds (both registered and unregistered)	-	-	-	-	-
<b>Total Exposure to Capital Market</b>	<b>15.40</b>	<b>15.40</b>	<b>15.40</b>	<b>15.40</b>	<b>15.40</b>

26.3 Risk Category Wise Country Exposure

The Bank is currently operating in the Northern Indian states of Punjab, Haryana, Rajasthan, Himachal and Delhi and in the Union Territory of Chandigarh. Hence, the Bank does not have any country risk exposure.

26.4 Unsecured Advances against Intangible Assets

The Bank has not extended any advance against intangible securities such as charge over the rights, licenses, authority etc. during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.



**26.5 Details of factoring exposure**

The factoring exposure of the Bank as at September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021 is nil.

**26.6 Intra group exposure**

The Bank has no intra group exposure during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

**26.7 Unhedged Foreign currency exposure**

The Bank does not have any unhedged foreign currency exposure as on September 30, 2023 and September 30, 2022 and as on March 31, 2023, March 31, 2022 and March 31, 2021.

**26.8 Details of Single Borrower Limit (SBL), Group Borrower Limit (GBL) exceeded by the Bank**

The Bank has not exceeded the prudential exposure limits for Single Borrower Limit (SBL) and Group Borrower Limit (GBL) during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

**27 Concentration of Deposits, Advances, Exposures and NPAs****27.1 Concentration of Deposits**

(₹ in millions)

Particulars	Half Year ended	Half Year ended	Year ended	Year ended	Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	March 31, 2022	March 31, 2021
Total Deposits of twenty largest depositors	4,673.87	2,211.42	2,553.43	2,859.19	1,929.32
Percentage of Deposits of twenty largest depositors to Total Deposits of the Bank	6.68%	3.58%	3.89%	4.73%	3.70%

**27.2 Concentration of Advances**

(₹ in millions)

Particulars	Half Year ended	Half Year ended	Year ended	Year ended	Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	March 31, 2022	March 31, 2021
Total Advances to twenty largest borrowers	3,410.07	3,449.30	3,276.67	3,452.32	2,738.50
Percentage of Advances to twenty largest borrowers to Total Advances of the Bank	5.38%	5.99%	5.39%	6.53%	5.70%

Concentration of advances has been calculated by taking the total credit exposure to the top twenty borrowers identified on the basis of the RBI circular on Exposure Norms.

**27.3 Concentration of Exposures**

(₹ in millions)

Particulars	Half Year ended	Half Year ended	Year ended	Year ended	Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	March 31, 2022	March 31, 2021
Total Exposure to twenty largest borrowers/ customers	3,410.07	3,449.30	3,276.67	3,452.32	2,738.50
Percentage of Exposures to twenty largest borrowers/ customers to Total Exposure of the Bank on Borrowers/ customers	5.38%	5.99%	5.39%	6.53%	5.70%

Concentration of exposures has been calculated by taking the total credit and investment exposure to the top twenty borrowers identified on the basis of the RBI circular on Exposure Norms.



#### 27.4 Concentration of NPA

(₹ in millions)

Particulars	Half Year ended	Half Year ended	Year ended	Year ended	Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	March 31, 2022	March 31, 2021
Total Exposure to the top twenty NPA accounts	579.43	605.61	582.25	613.88	403.94
Percentage of exposures to the twenty largest NPA exposure to total Gross NPAs	36.12%	44.82%	38.15%	52.41%	51.63%

#### 28 Derivatives

The Bank has not undertaken any derivative business during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

#### 29 Securitization transactions

The Bank has not done any securitization transactions during the half years ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

#### 30 Off Balance Sheet SPVs sponsored

The Bank does not hold any sponsored off-balance sheet SPVs during the half years ended September 30, 2023, September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

#### 31 Transfer to Depositor Education and Awareness Fund (DEAF)

The Bank has transferred ₹8.58 million during the half year ended September 30, 2023 (₹6.61 million during the half year ended September 30, 2022) and ₹13.59 million for the year ended March 31, 2023 (₹10.40 million for the year ended March 31, 2022 and ₹8.81 million for the year ended March 31, 2021) to the Depositor Education and Awareness Fund (DEAF) as per the details below:

(₹ in millions)

Particulars	Half Year ended	Half Year ended	Year ended	Year ended	Year ended
	September 30, 2023	September 30, 2022	March 31, 2023	March 31, 2022	March 31, 2021
Opening balance of amount transferred to DEAF	63.40	51.71	51.71	41.66	34.02
Add: Amount transferred to DEAF during the period	8.58	6.61	13.59	10.40	8.81
Less: Amounts reimbursed by DEAF towards claims	1.20	1.42	1.90	0.36	1.17
Closing balance of amounts transferred to DEAF	70.78	56.90	63.40	51.71	41.66

#### 32 Segment Reporting

Segment details in compliance with AS-17 and pursuant to the Reserve Bank of India guidelines, are as under:

(₹ in millions)

Business Segments	Treasury		Corporate/ Wholesale Banking		Retail Banking		Other Banking Operations		Total	
	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Half Year ended September 30, 2023	Half Year ended September 30, 2022
Revenue	794.37	673.79	331.66	262.84	2,907.41	2,419.32	118.72	72.13	4,152.16	3,428.08
Result	44.30	(49.16)	34.44	32.49	1,070.20	871.53	106.14	61.44	1,255.09	916.31
Unallocated Expenses									533.77	367.24
Operating Profit (PBT)									721.32	549.07
Income Taxes									177.40	138.15



Extraordinary profit/Loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Profit													543.92	410.92	
Other Information:															
Segment Assets	19,312.68	19,344.38	6,487.96	5,394.08	57,572.97	50,991.29	58.44	18.20	83,432.04	75,747.95					
Unallocated Assets													474.85	405.98	
Total Assets													83,906.90	76,153.93	
Segment Liabilities	-	1499.52	4,578.14	1,347.97	69,305.90	65,123.54	0.44	-	73,884.48	67,971.03					
Unallocated Liabilities													2,904.84	2,617.78	
Total Liabilities													76,789.32	70,588.81	

(₹ in millions)

Business Segments	Treasury			Corporate/ Wholesale Banking			Retail Banking			Other Banking Operations			Total		
	Year ended March 2023	Year ended March 2022	Year ended March 2021	Year ended March 2023	Year ended March 2022	Year ended March 2021	Year ended March 2023	Year ended March 2022	Year ended March 2021	Year ended March 2023	Year ended March 2022	Year ended March 2021	Year ended March 2023	Year ended March 2022	Year ended March 2021
Revenue	1,415.97	1,438.90	1,473.62	541.86	455.86	402.27	5,150.30	4,299.81	3,595.63	146.69	129.45	101.00	7,254.82	6,324.03	5,572.73
Result	(19.68)	66.06	132.20	29.48	39.41	18.30	1,916.42	1,247.24	837.92	124.73	111.66	86.56	2,050.95	1,464.37	1,074.98
Unallocated Expenses													809.39	619.48	537.61
Operating Profit (PBT)													1,241.56	844.89	537.37
Income Taxes													305.60	219.20	129.53
Extraordinary profit/Loss	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net Profit													935.96	625.69	407.84
Other Information:															
Segment Assets	19,497.87	20,751.51	22,747.46	5,417.99	5,091.04	3,941.08	54,524.32	45,253.42	36,574.87	5.72	8.23	15.92	79,445.90	71,104.20	63,279.33
Unallocated Assets													461.85	435.01	433.06
Total Assets													79,907.75	71,539.21	63,712.38
Segment Liabilities	299.83	-	-	1,460.78	1,562.96	1,331.65	69,380.23	62,456.26	55,819.94	-	0.20	-	71,140.84	64,019.42	57,151.59
Unallocated Liabilities													2,660.80	2,361.98	2,052.89
Total Liabilities													73,801.64	66,381.40	59,204.48

**Note:**

- The Bank is operating in Domestic Segment so there is only one geographic segment.
- Inter Segment transactions are based on transfer pricing as determined by the management consent.



### 33 Related Party Disclosure

#### i. Related parties as per Accounting Standard 18

##### Key Management Personnel:

- Mr. Sarvjit Singh Samra - Managing Director & Chief Executive Officer
- Mr. Munish Jain – Executive Director & Chief Financial Officer
- Mr. Amit Sharma - Company Secretary
- Mr. S.K. Dhawan – Head of Credit (KMP from October 22, 2021 to February 09, 2023)
- Mrs. Richa Mahajan – Chief Compliance Officer (KMP from October 22, 2021 to February 09, 2023)
- Mr. Raghav Aggarwal – Chief Risk Officer (KMP from October 22, 2021 to February 09, 2023)

##### Relatives of Key Management Personnel:

- Mr. Sarvjit Singh Samra:** Mr. Amarjit Singh Samra, Mr. Amardeep Samra, Mrs. Surinder Kaur Samra, Mrs. Navneet Kaur Samra, Mrs. Amarpreet Kaur Hayer, Mr. Shahbaz Singh Samra, Mr. Sangram Singh Samra and Sarvjit Singh Samra HUF
- Mr. Munish Jain:** Mr. Kimti Lal Jain, Mr. Vishal Jain, Mrs. Usha Jain, Mrs. Ruchi Jain, Mrs. Ritu Jain, Mr. Aagam Jain, Mr. Gaurish Jain and Munish Jain HUF
- Mr. Amit Sharma:** Mr. Mangal Chand Sharma, Mrs. Bimla Sharma, Mrs. Gitika Sharma, Mr. Kunal Sharma, Miss Amayra Sharma, Mrs. Poonam Sharma, Mrs. Seema Sharma, Mr. Ajay Sharma and Mrs. Sheetal Sharma
- Mr. S.K. Dhawan:** Mrs. Jeewan Asha, Mrs. Sujata Dhawan, Mrs. Rajni Dhawan, Mr. Vijay Kumar Dhawan, Mr. Ashwani Kumar Dhawan, Mr. Arun Kumar Dhawan and Mr. Anil Kumar Dhawan
- Mrs. Richa Mahajan:** Mr. Gaurav Mahajan, Mr. Amav Mahajan, Miss Arshia Mahajan, Mrs. Neelam Sehgal, Mr. R.K. Sehgal and Mr. Akhil Sehgal
- Mr. Raghav Aggarwal:** Mr. Sunil Aggarwal, Mrs. Indu Aggarwal, Mrs. Himani Mittal and Mr. Karan Aggarwal

##### Associates/ Joint Ventures/ Others:

- Capital Foundation Trust

#### ii. The balances payable to/receivable from the related parties of the Bank are given below:

(₹ in millions)

Related Party	Amount Outstanding	As on September 30, 2023	As on September 30, 2022	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
<b>KMP-</b>						
Mr. Sarvjit Singh Samra	Borrowings	-	-	-	-	-
	Deposits	0.86	0.72	0.05	0.08	0.27
	Advances	-	-	-	-	-
Mr. Munish Jain	Borrowings	8.90	8.90	8.90	2.40	1.00
	Deposits	19.10	9.61	8.99	10.17	10.77
	Advances	-	-	-	-	-
Mr. Amit Sharma	Borrowings	-	-	-	-	-
	Deposits	0.12	0.21	0.17	0.17	0.20
	Advances	2.44	2.60	2.49	2.34	-
Mr. S.K. Dhawan	Borrowings	NA	-	-	-	NA
	Deposits	NA	2.88	4.13	2.79	NA
	Advances	NA	0.77	0.24	0.84	NA
Mrs. Richa Mahajan	Borrowings	NA	-	-	-	NA
	Deposits	NA	0.89	0.80	0.92	NA
	Advances	NA	0.73	0.60	0.79	NA
Mr. Raghav Aggarwal	Borrowings	NA	-	-	-	NA
	Deposits	NA	0.17	0.16	0.17	NA
	Advances	NA	4.00	3.93	4.13	NA
<b>Relatives-</b>						
Relatives of Mr. Sarvjit Singh Samra	Borrowings	-	-	-	-	-
	Deposits	29.66	29.02	28.13	23.43	18.19
	Advances	-	-	-	-	-
Relatives of Mr. Munish Jain	Borrowings	16.70	16.70	16.70	15.90	13.30
	Deposits	11.15	5.47	7.92	6.02	10.41
	Advances	-	-	-	-	-



Relatives of Mr. Amit Sharma	Borrowings	1.40	1.40	1.40	1.40	1.40
	Deposits	6.73	4.61	5.62	1.83	3.17
	Advances	-	-	-	-	-
Relatives of Mr. S.K. Dhawan	Borrowings	NA	1.40	1.40	1.40	NA
	Deposits	NA	7.54	8.90	5.94	NA
	Advances	NA	-	-	-	NA
Relatives of Mrs. Richa Mahajan	Borrowings	NA	0.50	0.50	0.50	NA
	Deposits	NA	1.69	2.33	1.78	NA
	Advances	NA	-	-	-	NA
Relatives of Mr. Raghav Aggarwal	Borrowings	NA	-	-	-	NA
	Deposits	NA	0.38	0.39	0.37	NA
	Advances	NA	0.16	0.17	0.15	NA
<b>Others-</b>						
Capital Foundation Trust	Deposits	23.22	13.21	16.70	8.15	3.55

iii. The maximum balances payable to/receivable from the related parties of the Bank during the period are given below:

(₹ in millions)

Related Party	Maximum Balance Outstanding	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>KMP-</b>						
Mr. Sarvjit Singh Samra	Borrowings	-	-	-	-	-
	Deposits	4.57	4.82	4.82	3.56	11.89
	Advances	-	-	-	-	-
Mr. Munish Jain	Borrowings	8.90	8.90	8.90	4.00	1.00
	Deposits	18.87	12.48	13.15	16.78	12.46
	Advances	0.02	3.00	3.04	0.06	0.07
Mr. Amit Sharma	Borrowings	-	-	-	-	-
	Deposits	0.40	1.08	1.10	0.87	0.20
	Advances	2.48	2.84	2.84	2.71	-
Mr. S.K. Dhawan	Borrowings	NA	-	-	-	NA
	Deposits	NA	3.05	4.17	4.73	NA
	Advances	NA	1.04	1.04	1.24	NA
Mrs. Richa Mahajan	Borrowings	NA	-	-	-	NA
	Deposits	NA	1.12	1.26	1.09	NA
	Advances	NA	0.93	0.93	1.03	NA
Mr. Raghav Aggarwal	Borrowings	NA	-	-	-	NA
	Deposits	NA	0.26	0.27	0.34	NA
	Advances	NA	4.23	4.28	4.44	NA
<b>Relatives-</b>						
Relatives of Mr. Sarvjit Singh Samra	Borrowings	-	-	-	-	-
	Deposits	82.37	40.08	46.93	66.42	51.51
	Advances	-	-	-	-	-
Relatives of Mr. Munish Jain	Borrowings	16.70	16.90	16.90	19.90	13.30
	Deposits	13.14	7.04	9.66	15.61	16.00
	Advances	-	-	-	-	0.15
Relatives of Mr. Amit Sharma	Borrowings	1.40	1.40	1.40	1.40	1.40
	Deposits	7.25	5.51	7.84	4.22	4.07
	Advances	-	0.35	0.35	-	-
Relatives of Mr. S.K. Dhawan	Borrowings	NA	1.40	1.40	1.40	NA
	Deposits	NA	8.26	11.19	10.56	NA
	Advances	NA	-	-	-	NA
Relatives of Mrs. Richa Mahajan	Borrowings	NA	0.50	0.50	0.50	NA
	Deposits	NA	2.19	3.28	2.28	NA
	Advances	NA	-	-	-	NA
Relatives of Mr. Raghav Aggarwal	Borrowings	NA	-	-	-	NA
	Deposits	NA	0.38	0.39	0.37	NA
	Advances	NA	0.16	0.17	0.15	NA
<b>Others-</b>						
Capital Foundation Trust	Deposits	27.27	14.97	19.04	10.43	4.05



iv. The details of transactions of the Bank with its related parties during the period are given below:

(₹ in millions)

Related Party	Nature of Transaction	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>KMP-</b>						
Mr. Sarvjit Singh Samra	Interest Paid on deposits/ bond borrowings	0.01	0.02	0.04	0.02	0.06
	Interest Received on advances	-	-	-	-	-
	Salary Paid	6.71	6.96	17.13	9.01	10.11
	Lease Rent Paid	2.53	2.38	4.79	4.54	4.53
Mr. Munish Jain	Interest Paid on deposits/ bond borrowings	0.86	0.65	1.37	0.67	0.65
	Interest Received on advances	-	-	-	-	-
	Salary Paid	10.68	9.98	16.76	16.38	12.68
Mr. Amit Sharma	Interest Paid on deposits/ bond borrowings	-	-	0.01	0.01	-
	Interest Received on advances	0.08	0.08	0.16	0.15	-
	Salary Paid	0.76	0.64	1.28	1.07	0.76
Mr. S.K. Dhawan	Interest Paid on deposits/ bond borrowings	NA	0.10	0.24	0.16	NA
	Interest Received on advances	NA	0.04	0.06	0.05	NA
	Salary Paid	NA	1.54	3.18	2.79	NA
Mr. Richa Mahajan	Interest Paid on deposits/ bond borrowings	NA	0.03	0.06	0.06	NA
	Interest Received on advances	NA	0.02	0.04	0.05	NA
	Salary Paid	NA	1.08	2.14	1.79	NA
Mr. Raghav Aggarwal	Interest Paid on deposits/ bond borrowings	NA	0.01	0.01	0.01	NA
	Interest Received on advances	NA	0.12	0.24	0.23	NA
	Salary Paid	NA	1.27	2.49	2.13	NA
<b>Relatives-</b>						
Relatives of Mr. Sarvjit Singh Samra	Interest Paid on deposits/ bond borrowings	0.96	0.73	1.59	1.28	1.27
	Interest Received on advances	-	-	-	-	-
	Salary Paid	1.40	1.21	2.54	2.32	1.70
	Lease Rent Paid	8.86	8.33	16.77	15.89	15.85
Relatives of Mr. Munish Jain	Interest Paid on deposits/ bond borrowings	1.14	0.97	1.98	1.86	2.06
	Interest Received on advances	-	-	-	-	-
	Salary Paid	-	-	-	-	-
Relatives of Mr. Amit Sharma	Interest Paid on deposits/ bond borrowings	0.31	0.16	0.39	0.26	0.33
	Interest Received on advances	-	-	-	-	-
	Salary Paid	-	-	-	-	-
Relatives of Mr. S.K. Dhawan	Interest Paid on deposits/ bond borrowings	NA	0.25	0.53	0.48	NA
	Interest Received on advances	NA	-	-	-	NA
	Salary Paid	NA	-	-	-	NA
Relatives of Mrs. Richa Mahajan	Interest Paid on deposits/ bond borrowings	NA	0.08	0.17	0.16	NA
	Interest Received on advances	NA	-	-	-	NA
	Salary Paid	NA	-	-	-	NA
Relatives of Mr. Raghav Aggarwal	Interest Paid on deposits/ bond borrowings	NA	0.01	0.03	0.02	NA
	Interest Received on advances	NA	0.01	0.01	0.01	NA
	Salary Paid	NA	-	-	-	NA
<b>Others-</b>						
Capital Foundation Trust	Interest Paid on deposits/ bond borrowings	0.09	0.05	0.05	0.08	0.06
	CSR Expense	8.96	5.77	11.54	7.71	6.15

Notes:

- Salary Paid shown above includes basic salary, allowances, performance bonus and taxable value of perquisites, if availed, computed as per Income-Tax rules but excludes gratuity, PF settlement, perquisite on ESOPs & superannuation perquisites
- For a person being a KMP for a year or part thereof, the consideration paid during the complete financial year has been disclosed.
- Salary paid to Mr. Sarvjit Singh Samra for the year ended March 31, 2023 includes arrears amounting to ₹2.8 million paid for the previous years.
- Salary paid to Mr. Sarvjit Singh Samra for the year ended March 31, 2022 excludes arrears amounting to ₹1.5 million.





### 34 Leases

#### Operating Leases

The Bank has commitments under long term non-cancellable operating leases primarily for premises. The terms of renewal and escalation clauses are those normally prevalent in the agreements of similar nature. Following is a summary of future minimum lease rental commitments for such non-cancellable operating leases.

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Not later than one year	7.15	7.90	7.96	10.80	13.91
Later than one year and not later than five years	21.67	15.39	22.66	19.00	31.00
Later than five years	38.35	27.99	42.06	30.47	38.65
<b>Total Minimum lease rental commitments</b>	<b>67.17</b>	<b>51.28</b>	<b>72.69</b>	<b>60.28</b>	<b>83.56</b>

Total lease rental expenditure under cancellable and non-cancellable operating leases debited to Profit and Loss account during the half year ended September 30, 2023 is ₹97.12 million (during half year ended September 30, 2022 is ₹88.15 million and during the year ended March 31, 2023 is ₹180.29million, during the year ended March 31, 2022 is ₹169.73 million and year ended March 31, 2021 is ₹168.29 million).

#### Finance Lease

The Bank has not taken any asset under finance lease during the half year ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

### 35 Earnings Per Share

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Net profit after tax available for equity shares (₹ in millions)	543.91	410.92	935.96	625.69	407.84
Weighted average number of equity shares	3,48,87,646	3,41,94,619	3,42,23,457	3,39,95,016	33,861,909
Weighted average number of equity shares for diluted earnings	3,51,22,558	3,43,15,989	3,43,99,201	34,338,552	34,041,782
Basic Earnings per share (₹)	15.59*	12.02*	27.35	18.41	12.04
Diluted Earnings per share (₹)	15.49*	11.97*	27.21	18.22	11.98
Face Value per share (₹)	10.00	10.00	10.00	10.00	10.00

\*non-annualized

### 36 Disclosure of Complaints

#### 36.1.1 Customer Complaints pertaining to Retail Payment Channels (RTGS/NEFT, Automated Teller Machine (ATM)/ Point of Sale (POS) Transactions/Ecommerce Transactions, BBPS, IMPS, etc.)

S.no.	Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
	<b>Complaints received by bank from its customers</b>					
1	Number of complaints pending at beginning of the period	13	11	11	8	4
2	Number of complaints received during the period*	1,042	616	1,305	1,439	762
3	Number of complaints disposed during the period	1,041	615	1,303	1,436	758
3.1	Of which, number of complaints rejected by the Bank	484	212	484	444	216
4	Number of complaints pending at the end of the period	14	12	13	11	8
	<b>Maintainable complaints received by the Bank from the Office of Ombudsman</b>					
5	Number of maintainable complaints received by the Bank from Office of Ombudsman	3	6	10	5	5



5.1	Of 5, number of complaints resolved in favor of the Bank by Office of Ombudsman	2	5	7	1	-
5.2	Of 5, number of complaints resolved through conciliation/ mediation/ advisories issued by Office of Ombudsman	1	1	3	4	-
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the Bank	-	-	-	-	-
6	Number of awards unimplemented within the stipulated time (other than those appealed)	-	-	-	-	-

\*Out of the above complaints, 950 complaints are related to acquiring banks during the current period ending September 30, 2023 (577 for period ended September 2022; 1212 for year ended March 31, 2023; 1,379 for year ended March 31, 2022; 722 for year ended March 31, 2021).

### 36.1.2 Customer Complaints other than above:

S.no.	Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
	<b>Complaints received by bank from its customers</b>					
1	Number of complaints pending at beginning of the period	2	5	5	3	1
2	Number of complaints received during the period	99	118	199	297	291
3	Number of complaints disposed during the period	94	119	202	295	289
3.1	Of which, number of complaints rejected by the Bank	46	29	52	86	52
4	Number of complaints pending at the end of the period	7	4	2	5	3
	<b>Maintainable complaints received by the Bank from the Office of Ombudsman</b>					
5	Number of maintainable complaints received by the Bank from Office of Ombudsman	10	4	11	18	28
5.1	Of 5, number of complaints resolved in favor of the Bank by Office of Ombudsman	4	1	4	13	10
5.2	Of 5, number of complaints resolved through conciliation/ mediation/ advisories issued by Office of Ombudsman	6	2	6	6	5
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the Bank	-	-	-	-	-
6	Number of awards unimplemented within the stipulated time (other than those appealed)	-	-	-	-	-

### 36.1.3 Top 5 grounds of Complaints received by the Bank during the half year ended September 30, 2023:

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the period	Number of complaints received during the period	% increase/ decrease in the number of complaints received over the previous period	Number of complaints pending at the end of the period	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Ground - 1 Internet/Mobile/Electronic Banking	8	817*	96.39%	13	-
Ground - 2 ATM/Debit Cards	7	232*	17.76%	2	-
Ground - 3 Account opening/difficulty in operation of account	-	17	(37.03%)	1	-
Ground - 4 Loans and Advances	-	12	(50.00%)	2	-
Ground - 5 Levy of charges without prior notice/ excessive charges/ foreclosure Charges	-	11	(47.61%)	1	-
Others (Complaints not covered in above top 5 grounds)	-	52	6.12%	2	-
<b>Total</b>	<b>15</b>	<b>1,141</b>	<b>55.44%</b>	<b>21</b>	<b>-</b>

\*950 complaints are related to acquiring banks.



Top 5 grounds of Complaints received by the Bank during the half year ended September 30, 2022:

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the period	Number of complaints received during the period	% increase/ decrease in the number of complaints received over the previous period	Number of complaints pending at the end of the period	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Ground - 1 Internet/Mobile/Electronic Banking	8	416*	(5.02%)	5	-
Ground - 2 ATM/Debit Cards	5	197*	2.07%	6	-
Ground - 3 Account Opening/ Difficulty in operations	-	27	107.69%	2	-
Ground - 4 Loans and Advances	2	24	4.34%	2	-
Ground - 5 Levy of charges without prior notice/ excessive charges/ foreclosure Charges	-	21	31.25%	-	-
Others (Complaints not covered in above top 5 grounds)	1	49	(43.02%)	1	-
<b>Total</b>	<b>16</b>	<b>734</b>	<b>(4.55%)</b>	<b>16</b>	<b>-</b>

\*577 complaints are related to acquiring banks.

Top 5 grounds of Complaints received by the Bank during the year ended March 31, 2023

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Ground - 1 Internet/Mobile/Electronic Banking	8	883*	(2.75%)	8	-
Ground - 2 ATM/Debit Cards	5	421*	(23.59%)	7	-
Ground - 3 Loans and Advances	2	49	(15.51%)	-	-
Ground - 4 Account Opening/ Difficulty in operation of accounts	-	43	30.30%	-	-
Ground - 5 Levy of charges without prior notice/ Excessive charges/ Foreclosure Charges	-	23	(42.50%)	-	-
Others (Complaints not covered in above top 5 grounds)	1	85	(41.78%)	-	-
<b>Total</b>	<b>16</b>	<b>1,504</b>	<b>(13.36%)</b>	<b>15</b>	<b>-</b>

\*1,212 complaints are related to acquiring banks

Top 5 grounds of Complaints received by the Bank during the year ended March 31, 2022

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Ground - 1 Internet/Mobile/Electronic Banking	1	908*	172.67%	8	-
Ground - 2 ATM/Debit Cards	6	551*	14.08%	5	-
Ground - 3 Loans and Advances	-	58	34.88%	2	-



Ground - 4 Levy of charges without prior notice/ Excessive charges/ Foreclosure Charges	3	40	(6.98%)	-	-
Ground - 5 Account Opening/ Difficulty in operation of accounts	-	33	6.45%	-	-
Others (Complaints not covered in above top 5 grounds)	1	146	21.67%	1	-
<b>Total</b>	<b>11</b>	<b>1,736</b>	<b>64.86%</b>	<b>16</b>	<b>-</b>

\*1,379 complaints are related to acquiring banks

**Top 5 grounds of Complaints received by the Bank during the year ended March 31, 2021:**

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
Ground - 1 ATM/Debit Cards	4	483*	(17.86%)	6	-
Ground -2 Internet/Mobile/Electronic Banking	-	333*	389.70%	1	-
Ground - 3 Foreclosure Charges	1	43	290.91%	3	3^
Ground - 4 Loans and Advances	-	43	13.16%	-	-
Ground - 5 Staff Behaviour	-	35	600.00%	-	-
Others (Complaints not covered in above top 5 grounds)	-	116	46.84%	1	1^
<b>Total</b>	<b>5</b>	<b>1,053</b>	<b>33.46%</b>	<b>11</b>	<b>4</b>

\* 722 complaints are related to acquiring banks ^Representation raised with Office of Ombudsman/other bank

**36.1.4 Awards Passed by the Banking Ombudsman**

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
No of Unimplemented Awards at the beginning of the period	-	-	-	-	-
No. of Awards passed by the Banking Ombudsmen during the period	-	-	-	-	-
No. of Awards implemented during the period	-	-	-	-	-
No. of Unimplemented Awards at the end of the period	-	-	-	-	-

**37 Disclosure of Penalties Imposed by the RBI**

The penalty imposed by the Reserve Bank of India on the Bank for the half year ended September 30, 2023 is ₹0.11 million, ₹0.43 million for the half year ended September 30, 2022 and ₹0.61 million during the year ended March 31, 2023 for non-replenishment of ATMs in terms of RBI circular no. RBI/2021-22/84 DCM (RMMT) No. S153/11.01.01/2021-22 on Monitoring of Availability of Cash in ATMs dated August 10, 2021.



## 38 Remuneration

### 38.1.1 Qualitative Information with reference to Whole Time Directors / Managing Director & Chief Executive Officer/Material Risk Takers (MRT)

#### 1. Nomination and Remuneration Committee

The Bank has constituted Nomination and Remuneration Committee (NRC) for overseeing and governing the compensation policies of the Bank. The charter of the committee includes overseeing the framing, review and implementation of compensation policy of the Bank on behalf of the Board for Managing Director & Chief Executive Officer, Whole Time Directors & Material Risk Takers along with other calendar items.

The Board of Directors in the meeting held on August 11, 2023 reconstituted the Nomination and Remuneration Committee. The Committee has four members including three members from Risk Management Committee of the Board. The majority of the members of the committee are independent non-executive Directors. As on September 30, 2023 the Committee consists of the following Members:

- Mr. Kamaldeep Singh Sangha, Chairman
- Mr. Dinesh Gupta, Member
- Mr. Gurpreet Singh Chug, Member
- Mr. Sham Singh Bains, Member

#### 2. Philosophy and Key Objectives

The Compensation Policy ("the Policy") of the Bank aims at the Bank's philosophy to recruit, motivate, reward and retain employees who believe in, and live by, our culture and values. The Bank endeavors to encourage entrepreneurship by creating a working environment that motivates high performance so that all employees can positively contribute to the strategy, vision, goals and values of the Bank. The key objectives of the Policy are:

- To support the organization's strategy by helping to build a competitive, high performance and innovative company with an entrepreneurial culture that attracts, retains, motivates and rewards high-performing employees;
- To promote the achievement of strategic objectives within the company's risk appetite;
- To promote / support positive outcomes across the economic and social context in which the company operates and
- To promote an ethical culture and responsible corporate citizenship.
- To ensure that the remuneration of "MD & CEO", "Whole Time Directors" & Material Risk Takers is fair and reasonable in the context of overall Bank's remuneration.
- Adherence to principles of good corporate governance, as depicted in "best practice" and regulatory frameworks
- Make a clear distinction between levels of accountability and pay package.

#### 3. Fixed Pay

The fixed pay is the base element of the remuneration that reflects the employee's role or position in the Bank and is payable for doing the expected job, including but not limited to basic salary, statutory bonus, allowances, perquisites, profit in lieu of salary and any other component paid, measured on the cost to company basis. Guaranteed remuneration is paid on monthly basis and is normally benchmarked against the financial services market and is aligned to the expected operational performance.

#### 4. Variable Pay

The variable pay is the reward element of the remuneration, focused to create a performance culture in the Bank, is payable as a reward to individuals or teams for achieving strong results in terms of pre-determined goals. The variable remuneration of an employee(s) can be short term or long term depending upon the category of the employee(s): (1) Short Term Variable Remuneration is paid on not greater than yearly frequency on the basis of performance based scorecard or individual employee rating; or/and (2) Long Term Variable Remuneration is paid on more than annual frequency on the basis of longevity and long-term performance of the employee in the form of ESOPs only (including Cash Linked Stock Appreciation Rights).

- The variable pay should be:
  - At least 100% but not more than 200% of the fixed pay in case of Managing Director and CEO and Whole Time Director or as approved by the Reserve Bank of India;
  - At least 50% but not more than 70% (earlier 60%) of the fixed pay for executive overseeing one business line and at least 75% (earlier 50%) but not more than 125% (earlier 70%) of the fixed pay for executive overseeing more than one business line in case of other MRTs.
- Out of above, 50% of the variable pay should be via non cash instruments. In case, any the executive, is barred by statute or regulation from grant of Share-linked Instruments, the whole amount can be paid via cash.
- Within the said range and as per the above ceiling, the NRC decides the short-term variable pay %age for the Period keeping in the view the various factors including but not limited to present and prospective capital position, market dynamics and risk position of the Bank.



- The variable pay is linked with the performance of the executive and performance of the Bank during the period and accordingly the performance measurement is done basis various key performance indicators including:
  - Individual Rating;
  - Profitability Achievement;
  - Business Growth Achievement;
  - Credit Risk (NPA position, SMA 2 position);
  - Market Risk (LCR, Duration gap Analysis);
  - Solvency Risk (Leverage Ratio, Capital Adequacy Ratio)
  
- A minimum of 60% of the total variable pay (including at least 50% of the cash component if cash component is ₹2.5 million or more), should be deferred over a period of 3 years. Further, in case of various events, the deferred compensation is subject to the malus arrangement.

#### **5. Guaranteed Bonus**

The Bank does not allow any guaranteed bonus except bonus payable under the Payment of Bonus Act. Further, the Joining/Signing bonus is permissible in the context of hiring of executive in the form of ESOPs only and be limited to the first year. Further, the Bank will not grant severance pay other than accrued benefits (gratuity, retiral benefits, etc.) except in case where it is mandatory by any statute.

#### **6. Hedging**

The Bank does not provide any facility or funds or permit employees to insure or hedge their compensation structure to offset the risk alignment effects embedded in their compensation arrangement.



38.1.2 Quantitative Information with reference to Whole Time Directors/Managing Director & Chief Executive Officer/Material Risk Takers

S. No.	Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
A	Number of meetings held by the Remuneration Committee during the financial period and remuneration paid to its members.	Number of Meetings: 5 The NRC members were paid total sitting fees of ₹0.18 million for 5 meetings.	Number of Meetings: 3 The NRC members were paid total sitting fees of ₹0.12 million for 3 meetings.	Number of Meetings: 6 The NRC members were paid total sitting fees of ₹0.23 million for 6 meetings.	Number of Meetings: 6 The NRC members were paid total sitting fees of ₹0.20 million for 6 meetings.	Number of Meetings: 2 The NRC members were paid total sitting fees of ₹0.07 million for 2 meetings.
B.1	Number of employees having received a variable remuneration award during the financial period.	-	-	2	2	2
B.2	Number and total amount of sign-on awards made during the financial period.	-	-	-	-	-
B.3	Details of guaranteed bonus, if any, paid as joining / sign on bonus	-	-	-	-	-
B.4	Details of severance pay, in addition to accrued benefits, if any.	-	-	-	-	-
C.1	Total amount of outstanding deferred remuneration, split into cash, shares and share-linked instruments and other forms.	Total amount of deferred remuneration as on September 30, 2023 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹6.55 million; and ➤ No. of options granted 20,292	Total amount of deferred remuneration as on September 30, 2022 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹7.56 million; and ➤ No. of options granted 32,133	Total amount of deferred remuneration as on March 31, 2023 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹13.50 million; and ➤ No. of Employee Stock Options 46,008	Total amount of deferred remuneration as on March 31, 2022 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹12.50 million; and ➤ No. of options granted 38,550	Total amount of deferred remuneration as on March 31, 2021 is: ➤ Cash incentive ₹7.18 million; and ➤ No. of option granted 19,251
C.2	Total amount of deferred remuneration paid out in the financial period.	➤ Cash incentive ₹2.95 million; and ➤ No. of Employee Stock Options vested: 12,850	➤ Cash incentive ₹1.29 million; and ➤ No. of Employee Stock Options vested: 6,417	➤ Cash incentive ₹1.29 million; and ➤ No. of Employee Stock Options vested 6,417	-	-
D	Breakdown of amount of remuneration awards for the financial period to show fixed and variable, deferred and non-deferred.	➤ Fixed pay ₹11.94 million	➤ Fixed pay ₹12.17 million	➤ Fixed pay ₹25.2 million ➤ Variable pay (cash) ₹10.76 million for FY 2022-23 out of which ₹5.38 million is deferred. ➤ Variable pay (ESOPs to MRT) 13,875 options out of which 13,875 options are deferred. ➤ The variable remuneration payable to	➤ Fixed pay ₹22.5 million ➤ Variable pay (cash) ₹13.4 million for FY 2021-22 out of which ₹6.7 million is deferred. ➤ Variable pay (ESOPs to MRT) 19,299 options out of which	➤ Fixed pay ₹23.41 million ➤ Variable pay (cash) ₹12.77 million for FY 2020-21 out of which ₹7.18 million is deferred ➤ Variable pay (ESOPs granted to MRT) 19,251 options out of which 19,251 options are deferred

				MD & CEO shall be paid subject to approval from the RBI.	19,299 options are deferred. ➤ The variable remuneration payable to MD & CEO shall be paid subject to approval from the RBI.	➤ The variable remuneration payable to MD & CEO shall be paid subject to approval from RBI
E.1	Total amount of outstanding deferred remuneration and retained remuneration exposed to ex post explicit and / or implicit adjustments.	Total amount of deferred remuneration as on September 30, 2023 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹6.55 million; and ➤ No. of options granted 20,292	Total amount of deferred remuneration as on September 30, 2022 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹7.56 million; and ➤ No. of options granted 32,133	Total amount of deferred remuneration as on March 31, 2023 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹13.50 million; and ➤ No. of options granted 46,008	Total amount of deferred remuneration as on March 31, 2022 (cumulative including the previous year remuneration) is ➤ Cash incentive ₹12.50 million; and ➤ No. of options granted 38,550	Total amount of deferred remuneration as on March 31, 2021 is: ➤ Cash incentive ₹7.18 million; and ➤ No. of options granted 19,251
E.2	Total amount of reductions during the financial period due to ex- post explicit adjustments.	-	-	-	-	-
E.3	Total amount of reductions during the financial period due to ex- post implicit adjustments.	-	-	-	-	-
F	Number of MRTs identified.	2	2	2	2	2
G.1	Number of cases where malus has been exercised.	2	-	-	-	-
G.2	Number of cases where clawback has been exercised	-	-	-	-	-
G.3	Number of cases where both malus and clawback have been exercised	-	-	-	-	-
H	The mean pay for the bank as a whole (excluding sub-staff) and the deviation of the pay of each of its WTDs from the mean pay	➤ The mean pay of the Bank as a whole (excluding sub-staff) is ₹0.32 million. ➤ The deviation in the pay for Mr. Sarvjit Singh Samra, MD & CEO and Mr. Munish Jain, WTD from the mean pay is 21 times and 33 times respectively.	The Bank does not have any WTD other than MD.	The Bank does not have any WTD other than MD.	The Bank does not have any WTD other than MD.	The Bank does not have any WTD other than MD.





### 39 Disclosure on remuneration to Non-Executive Directors

Remuneration by way of sitting fees to the Non-Executive Directors for attending meetings of the Board and its committees during the during the half year ended September 30, 2023 amounted to ₹2.18 million (₹1.55 million during the half year ended September 30, 2022; ₹2.78 million during the year ended March 31, 2023; ₹3.60 million during the year ended March 31, 2022 and ₹2.32 million for the year ended March 31, 2021).

Further, during the half year ended September 30, 2023, the Bank has paid remuneration amounting to ₹3.26 million (₹2.57 million during the half year ended September 30, 2022; ₹5.42 million during the year ended March 31, 2023; ₹1.35 million during the year ended March 31, 2022 and ₹1.13 million for the year ended March 31, 2021) to the Non-Executive Directors.

### 40 Accounting for employee share based payments

#### 40.1 The Bank has following ESOP plans-

Capital Small Finance Bank Limited – Employees Stock Option Plan 2018 ("CSFB ESOP 2018") was approved by the shareholders of the Bank, in the Annual General Meeting held on August 18, 2018 amended further on October 22, 2021, for granting equity stock options to its employees and directors (other than independent directors).

Capital Small Finance Bank Limited – Employees Stock Option Plan for Material Risk Takers ("CSFB ESOP for MRTs") was approved by the shareholders of the Bank on July 11, 2020 (amended further on October 22, 2021), for granting equity stock options to its material risk takers.

Capital Small Finance Bank Limited –Employees Stock Option Plan 2023 ("CSFB ESOP 2023") was approved by the shareholders of the Bank, in Annual General Meeting of the Bank held on May 12, 2023, for granting equity stock options to its employees' and directors' (other than independent directors).

#### 40.2 The Stock Options will be equity settled.

40.3 The accounting for stock options is in accordance with the Guidance Note on Accounting for Employee Share-based Payments issued by the Institute of Chartered Accountants of India.

40.4 The Nomination and Remuneration Committee of the Bank is empowered to administrate, implement and superintend the plan. Its powers include determination of eligible employees, determine the parameters for grant of options, vesting conditions, determination of exercise period, among others.

#### 40.5 The details of the schemes are as under:

Scheme	Grant	Date of Grant	Vesting	Exercise Period	Exercise Price per option	Method of Settlement
CSFB ESOP 2018	Tranche 1	April 30, 2019	Graded Vesting: April 30, 2020- 25% April 30, 2021- 30% April 30, 2022- 45%	Twelve months from the date of vesting	₹98	Equity
CSFB ESOP for MRTs	Tranche 1	April 30, 2021	Graded Vesting: April 30, 2022- 33.33% April 30, 2023- 33.33% April 30, 2024- 33.33%	Twelve months from the date of vesting	₹10	Equity
CSFB ESOP 2018	Tranche 2	July 15, 2021	September 30, 2023- 100%	Twelve months from the date of vesting	₹98	Equity
CSFB ESOP 2018	Tranche 3	September 01, 2021	August 31, 2024- 100%	Twelve months from the date of vesting	₹98	Equity
CSFB ESOP for MRTs	Tranche 2	April 30, 2022	Graded Vesting: April 30, 2023- 33.33% April 30, 2024- 33.33% April 30, 2025- 33.33%	Twelve months from the date of vesting	₹10	Equity
CSFB ESOP 2018	Tranche 4	June 15, 2022	August 31, 2024- 100%	Twelve months from the date of vesting	₹98	Equity
CSFB ESOP for MRTs	Tranche 3	April 30, 2023	Graded Vesting: April 30, 2024- 33.33% April 30, 2025- 33.33% April 30, 2026- 33.33%	Twelve months from the date of vesting	₹10	Equity
CSFB ESOP 2023	Tranche 1	September 15, 2023	Graded Vesting: September 30, 2025- 40% September 30, 2026- 60%	Twelve months from the date of vesting	₹171	Equity



40.6 Activity in the options outstanding-

Under CSFB ESOP 2018 -

Particulars	Half Year ended September 30, 2023 (Number of Options)	Half Year ended September 30, 2022 (Number of Options)	Year ended March 31, 2023 (Number of Options)	Year ended March 31, 2022 (Number of Options)	Year ended March 31, 2021 (Number of Options)
Options outstanding, beginning of period	3,97,893	5,72,439	5,72,439	4,65,511	6,50,496
Granted during the period	-	76,000	76,000	3,26,750	-
Exercised during the period	27,632	2,01,946	2,01,946	1,33,410	1,03,464
Forfeited / Lapsed during the period	35,011	42,350	48,600	86,412	81,521
Options outstanding, end of period	3,35,250	4,04,143	3,97,893	5,72,439	4,65,511
Options exercisable	96,750	54,893	54,893	47,940	38,823

Under CSFB ESOP for MRTs-

Particulars	Half Year ended September 30, 2023 (Number of Options)	Half Year ended September 30, 2022 (Number of Options)	Year ended March 31, 2023 (Number of Options)	Year ended March 31, 2022 (Number of Options)
Options outstanding, beginning of period	32,133	19,251	19,251	-
Granted during the period	13,874	19,299	19,299	19,251
Exercised during the period	12,850	6,417	6,417	-
Forfeited/ Lapsed during the period	12,865	-	-	-
Options outstanding, end of period	20,292	32,133	32,133	19,251
Options exercisable	-	-	-	-

Under CSFB ESOP 2023 -

Particulars	Half Year ended September 30, 2023 (Number of Options)
Options outstanding, beginning of period	-
Granted during the period	6,82,000
Exercised during the period	-
Forfeited/ Lapsed during the period	-
Options outstanding, end of period	6,82,000
Options exercisable	-

40.7 The table below shows the fair value of options and inputs considered for calculating them as per the Black Scholes method-

Particulars	CSFB ESOP 2018 (Tranche 1)	CSFB ESOP 2018 (Tranche 2)	CSFB ESOP 2018 (Tranche 3)	CSFB ESOP 2018 (Tranche 4)
Date of grant	April 30, 2019	July 15, 2021	September 01, 2021	June 15, 2022
Fair Value of option (₹)	132.17	181.18	185.29	222.93
Risk-free interest rate (%)	6.65%-6.99%	5.06%	5.14%	6.89%
Expected life (years)	1.50-3.50 years	2.71 years	3.50 years	2.71 years
Expected volatility (%)	31.53%-33.01%	44.03%	41.80%	43.67%
Expected dividend rate (%)	0%	0%	0%	0%



Particulars	CSFB ESOP for MRTs (Tranche 1)	CSFB ESOP for MRTs (Tranche 2)	CSFB ESOP for MRTs (Tranche 3)
Date of grant	April 30, 2021	April 30, 2022	April 30, 2023
Fair Value of option (₹)	255.04	294.14	361.29
Risk-free interest rate (%)	4.13%-5.15%	4.96%-6.20%	6.79%-6.86%
Expected life (years)	1.50-3.50 years	1.50-3.50 years	1.50-3.50 years
Expected volatility (%)	42.07%-50.86%	44.64%-50.72%	37.20% - 46.14%
Expected dividend rate (%)	0%	0%	0%

Particulars	CSFB ESOP 2023 (Tranche 1)
Date of grant	September 15, 2023
Fair Value of option (₹)	239.99
Risk-free interest rate (%)	7.04%-7.07%
Expected life (years)	2.54-3.54 years
Expected volatility (%)	38.49%-44.98%
Expected dividend rate (%)	0%

40.8 The period wise details of ESOP expense forming part of "Payments to and provisions for employees" under Annexure 21-Restated Statement of Operating Expenses are as under:

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
ESOP Expense	12.14	10.77	26.71	38.35	22.12

40.9 The period wise details of ESOP reserve forming part of "Revenue and Other Reserves" under Annexure 7-Restated Statement of Reserves and Surplus are as under:

(₹ in millions)

Particulars	As on September 30, 2023	As on September 30, 2022	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
ESOP Reserve	56.81	35.42	51.37	49.44	26.39

40.10 The RBI vide its clarification dated August 30, 2021 on guidelines on compensation of whole-time directors/chief executive officers/material risk takers and control function staff, advised banks that the fair value of the share linked instruments on the date of grant should be recognized as an expense for all instruments granted after the period ending March 31, 2021. Accordingly, the Bank measures the cost of ESOP using the fair value method for stock options granted post March 31, 2021 including grant to the Material Risk Takers as a part of their variable compensation and uses the intrinsic value method for stock options granted prior to the said period. Had the Bank used fair value method to determine compensation for stock options granted prior to March 31, 2021, it would have incurred nil incremental cost during period ended September 30, 2023 and September 30, 2022; and for years ended March 31, 2022 and March 31, 2021 the impact of incremental cost on its profit after tax and earnings per share would have been as indicated below-

(₹ in millions)

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
Restated Profit after tax as reported	625.69	407.84
Add: ESOP cost using intrinsic value method (net of tax)	15.31	16.55
Less: ESOP cost using fair value method (net of tax)	(17.65)	(19.08)
Profit after tax (adjusted)	623.35	405.31
Earnings Per Share -		
Basic (₹)		
- As reported	18.41	12.04
- Adjusted for ESOP using fair value method	18.34	11.97
Diluted (₹)		
- As reported	18.22	11.98
- Adjusted for ESOP using fair value method	18.02	11.85



**41 Staff Retirement Benefits****41.1 Reconciliation of opening and closing balance of the present value of the defined benefit obligation for the gratuity benefit of the Bank is as below:***(₹ in millions)*

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Defined benefit obligation liability</b>					
Opening Obligations	84.90	73.49	73.49	64.52	53.11
Service Cost	5.40	4.69	10.90	9.97	9.88
Interest Cost	3.14	2.67	5.34	4.45	3.65
Actuarial (Gain)/Loss	(5.16)	(5.28)	(2.11)	(1.93)	(0.82)
Liabilities extinguished on settlement	-	-	-	-	-
Benefits Paid	(2.33)	(2.58)	(2.72)	(3.51)	(1.30)
<b>Obligations at last date of the period</b>	<b>85.95</b>	<b>72.99</b>	<b>84.90</b>	<b>73.49</b>	<b>64.52</b>
<b>Plan Assets at fair value</b>					
Opening Plan Assets, at fair value	85.86	74.45	74.45	64.80	54.28
Expected return on plan assets	3.17	2.61	5.21	4.47	3.93
Actuarial Gain/(Loss)	0.51	(2.90)	(0.26)	(1.32)	2.99
<b>Assets distributed on settlement</b>					
Contributions	-	-	9.18	10.02	4.90
Benefits Paid	(2.33)	(2.58)	(2.72)	(3.51)	(1.30)
<b>Plan Assets at fair value at last date of the period</b>					
Fair Value of Plan Assets at the end of the period	87.22	71.58	85.86	74.45	64.80
Present Value of the defined benefit obligation at the end of the period	85.95	72.99	84.90	73.49	64.52
<b>Asset/(Liability) at last date of the period</b>	<b>1.27</b>	<b>(1.41)</b>	<b>0.96</b>	<b>0.96</b>	<b>0.28</b>
Experience adjustments on Plan Liabilities	4.94	2.49	0.64	(1.86)	(1.82)
Experience adjustments on Plan Assets	0.51	(2.90)	(0.26)	(1.32)	2.99
<b>Cost for the period</b>					
Service Cost	5.40	4.69	10.90	9.97	9.88
Interest Cost	3.14	2.67	5.34	4.45	3.65
Expected Return on Plan Assets	(3.17)	(2.60)	(5.21)	(4.47)	(3.94)
Actuarial (Gain)/Loss	(5.67)	(2.39)	(1.85)	(0.61)	(3.81)
<b>Net Cost</b>	<b>(0.30)</b>	<b>2.37</b>	<b>9.18</b>	<b>9.33</b>	<b>5.78</b>
<b>Investment details of Plan Assets</b> Plan assets are invested in insurer managed funds					
<b>Assumptions</b>					
Interest Rate	7.41%	7.54%	7.39%	7.26%	6.90%
Salary escalation rate	5.00%	5.00%	5.00%	5.00%	5.00%
Estimated rate of return on plan assets	7.41%	7.50%	7.39%	7.00%	6.90%



**41.2 The actuarial liability of compensated absences of accumulated earned and sick leaves of the employees of the Bank is as below:**

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Earned Leaves	58.87	47.81	51.08	40.96	31.15
Sick Leaves	14.22	11.30	12.68	10.17	8.82
<b>Total Actuarial Liability</b>	<b>73.09</b>	<b>59.11</b>	<b>63.76</b>	<b>51.13</b>	<b>39.97</b>
<b>Assumptions</b>					
Interest Rate	7.41%	7.54%	7.39%	7.26%	6.90%
Salary Escalation Rate	5.00%	5.00%	5.00%	5.00%	5.00%

The estimate of salary growth rate takes into account of inflation, market dynamics, seniority, promotion and other relevant factors on long-term basis.

**41.3 Liability towards Unamortized Pension**

The Bank does not have any unamortized liability against pension and gratuity during the half year ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

**41.4 The Code on Social Security, 2020**

The Code on Social Security 2020 ('the Code') relating to employee benefits during employment and post-employment benefits has received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Bank will assess the impact of the Code and will give appropriate impact in the financial statements in the period in which, the Code becomes effective.

**42 Business Ratios**

	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
i. Interest Income as a percentage to Working Funds <sup>1</sup>	4.56%	4.30%	8.79%	8.46%	8.65%
ii. Non-interest income as a percentage to Working Funds <sup>1</sup>	0.35%	0.30%	0.64%	0.79%	0.78%
iii. Cost of Deposits	2.72%	2.43%	4.90%	5.02%	5.68%
iv. Net Interest Margin <sup>2</sup>	2.02%	2.03%	4.19%	3.74%	3.36%
v. Operating Profit <sup>3</sup> as a percentage to Working Funds	0.89%	0.90%	1.93%	1.66%	1.21%
vi. Return on Assets <sup>4</sup>	0.64%	0.55%	1.22%	0.92%	0.69%
vii. Business <sup>5</sup> (Deposits plus advances) per employee <sup>6</sup> (₹ in million)	69.04	67.06	69.23	64.97	54.89
viii. Profit per employee (Operating Profit) <sup>6</sup> (₹ in million)	0.41	0.40	0.85	0.69	0.44

<sup>1</sup>The above ratios are non-annualized for half years

<sup>1</sup>Working funds have been reckoned as average of total assets as reported to Reserve Bank of India in Form X under Section 27 of the Banking Regulation Act, 1949, during the period.

<sup>2</sup>Net Interest Margin has been computed based on the Net Interest income (Interest Income – Interest Expense) and average of total assets as reported to Reserve Bank of India in Form X under Section 27 of the Banking Regulation Act, 1949, during the period.

<sup>3</sup>Operating profit is the net profit for the period before provisions and contingencies.

<sup>4</sup>Return on Assets is calculated with reference to monthly average working funds (Working funds taken as total of assets excluding accumulated losses, if any).

<sup>5</sup>For the purpose of computation of business per employee, business is calculated by adding deposits and advances excluding inter-bank deposits.

<sup>6</sup>Productivity ratios are based on average number of employees.



#### 43 Bancassurance Business

(₹ in millions)

Income from	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
1. Life insurance	70.07	38.27	79.51	72.75	53.80
2. General Insurance	26.39	13.93	29.83	25.62	22.02

#### 44 Marketing and Distribution

(₹ in millions)

Fee/remuneration received	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Marketing and Distribution	-	-	-	-	-

#### 45 Details of Priority Sector Lending Certificates (PSLC)-

(₹ in millions)

Type of PSLC	Half Year ended September 30, 2023		Half Year ended September 30, 2022	
	PSLC bought	PSLC sold	PSLC bought	PSLC sold
Agriculture	-	-	-	4,500.00
Small and Marginal Farmers	5,000.00	-	3,500.00	-
Micro enterprises	-	-	-	-
General	-	-	-	-
<b>Total</b>	<b>5,000.00</b>	<b>-</b>	<b>3,500.00</b>	<b>4,500.00</b>

(₹ in millions)

Type of PSLC	Year ended March 31, 2023		Year ended March 31, 2022		Year ended March 31, 2021	
	PSLC bought	PSLC sold	PSLC bought	PSLC sold	PSLC bought	PSLC sold
Agriculture	-	5,000.00	-	9,850.00	-	6,650.00
Small and Marginal Farmers	5,350.00	-	3,450.00	-	1,650.00	-
Micro enterprises	-	-	-	-	-	-
General	-	-	-	-	500.00	-
<b>Total</b>	<b>5,350.00</b>	<b>5,000.00</b>	<b>3,450.00</b>	<b>9,850.00</b>	<b>2,150.00</b>	<b>6,650.00</b>

#### 46 Provisions and Contingencies

The break-up of the provisions and contingencies included in profit and loss account is given hereunder:

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Provisions towards Taxes*	177.40	138.15	305.60	219.20	129.53
Provisions towards Standard Assets	7.09	14.41	19.79	114.04	(10.95)
Provision towards Non-performing Advances	25.44	109.00	225.69	173.21	188.44
<b>Total</b>	<b>209.93</b>	<b>261.57</b>	<b>551.08</b>	<b>506.45</b>	<b>307.02</b>

\*Details of Provisions towards Taxes

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Income Tax	185.96	146.80	317.20	249.68	127.68
Deferred Tax	(8.56)	(8.65)	(11.60)	(30.48)	1.85



#### 47 Deferred Tax Asset/ Liability

Other Assets include deferred tax asset of an amount equal to ₹88.27 million (half year ended September 30, 2022 is ₹76.77million) and for the year ended March 31, 2023 is equal to ₹79.72 million, for March 31, 2022 is ₹68.12 million and for March 31, 2021 is ₹37.64 million as detailed below:

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Deferred Tax Assets</b>	<b>106.13</b>	<b>85.93</b>	<b>97.58</b>	<b>85.25</b>	<b>54.92</b>
Loan Loss Provisions	71.37	72.89	71.17	71.49	44.00
Others	34.76	13.04	26.41	13.76	10.92
<b>Deferred Tax Liabilities</b>	<b>17.86</b>	<b>9.17</b>	<b>17.86</b>	<b>17.13</b>	<b>17.28</b>
Depreciation on Fixed Assets	-	-	-	7.97	12.66
Special Reserve under section 36(i)(viii)	17.86	9.17	17.86	9.17	4.62
<b>Deferred Tax Assets/ (Liabilities) (Net)</b>	<b>88.27</b>	<b>76.77</b>	<b>79.72</b>	<b>68.12</b>	<b>37.64</b>

#### 48 Status of Ind AS Implementation

As per RBI circular RBI/2015 -16/315 DBR.BP.BC. No.76/21.07.001/2015-16 dated 11th February 2016 Implementation of Indian Accounting Standards (Ind AS), Banks are advised that scheduled commercial banks (excluding RRBs) shall follow the Indian Accounting Standards as notified under the Companies (Indian Accounting Standards) Rules, 2015, subject to any guideline or direction issued by the RBI in this regard. Banks in India currently prepare their financial statements as per the guidelines issued by the RBI, the Accounting Standards notified under section 133 of the Companies Act, 2013 and generally accepted accounting principles in India (Indian GAAP). In January 2016, the Ministry of Corporate Affairs issued the roadmap for implementation of new Indian Accounting Standards (Ind AS), which were based on convergence with the International Financial Reporting Standards (IFRS), for scheduled commercial banks, insurance companies and non-banking financial companies (NBFCs). In March 2019, RBI deferred the implementation of Ind AS for banks till further notice as the recommended legislative amendments were under consideration of Government of India. The Bank had undertaken preliminary diagnostic analysis of the GAAP differences between Indian GAAP vis-a-vis Ind AS and shall proceed for ensuring the compliance as per applicable requirements and directions in this regard and the Bank is submitting Proforma Ind AS Financial Statements to the RBI on a half yearly basis.

#### 49 Payment of DICGC Insurance Premium

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Payment of DICGC Insurance Premium	46.55	42.51	73.09	76.16	63.79
Arrears in payment of DICGC premium	-	-	-	-	-

#### 50 Dues to Micro, Small and Medium Enterprises

On the basis of information and records available with the management and confirmation sought by the management from suppliers on their registration with the specified authority under MSMED, there have been no reported cases of delay in payments to Micro, Small and Medium Enterprises or of interest payments due to delay in such payments during the half year ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, March 31, 2022 and March 31, 2021.

#### 51 Corporate Social Responsibility

(₹ in millions)

Particulars	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Total amount to be spent for the respective financial year	17.74	11.52	11.52	7.70	6.11
Amount spent during the period	8.96	5.78	11.54	7.71	6.15
Remaining amount to be spent for the financial year	8.78	5.74	-	-	-

The Bank has formulated a trust in the name of Capital Foundation. The CSR expenses are taken care by the Capital Foundation or directly through the Bank. The above expenditure of ₹8.96 million (₹5.78 million for the half year ended September 30, 2022; ₹11.54 million for the year ended March 31, 2023; ₹7.71 million for the year ended March 31, 2022 and ₹6.15 million for the year ended March 31, 2021) has been contributed to the Capital Foundation Trust during the period or has been spent directly by the Bank.



## 52 Description of Contingent Liabilities

Particulars	Description
Claims against the bank not acknowledged as debts	Includes liability created for taxation matter in respect of which appeal is pending. The Bank expects the outcome of the appeal to be favourable, based on decisions on similar issues in the previous years by the appellate authorities
Guarantees given on behalf of constituents in India	As a part of its commercial banking activities, the Bank issues bank guarantees on behalf of its customers
Acceptances, endorsements and other obligations	Includes Letters of credit issued on behalf of the customers that enhances the credit standing of the Bank's customers
Other items for which Bank is contingently liable	Includes capital commitments and amount transferred to the RBI under the Depositor Education and Awareness Fund (DEAF)

## 53 Investor Education and Protection Fund

There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Bank.

## 54 Details of Other Heads exceeding 1%

54.1 **Other Expenditure** includes the below expenses that exceed 1% of the total income of the Bank:

Particulars	(₹ in millions)				
	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Other Expenditure</b>					
Security & Service charges	68.08	25.72*	55.55*	65.00	92.27

\*The value has been disclosed for comparative purpose. However, it does not exceed 1% of the total income of the Bank.

54.2 **Miscellaneous Income** includes the below income that exceed 1% of the total income of the Bank:

Particulars	(₹ in millions)				
	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Other Income</b>					
Miscellaneous Income:					
-Fee received from sale of PSLC	-	-	-	58.80*	58.00

\*The value has been disclosed for comparative purpose. However, it does not exceed 1% of the total income of the Bank.

54.3 **Other Liabilities and Provisions – Others (including Provisions) and Other Assets-Others** does not include any item that exceeds 1% of the total assets of the Bank as on September 30, 2023, September 30, 2022, March 31, 2023, March 31, 2022 and March 31, 2021.

## 55 Payment to Auditors

Particulars	(₹ in millions)				
	Half Year ended September 30, 2023	Half Year ended September 30, 2022	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Audit Fees	3.47 <sup>1</sup>	1.40	5.13	4.51	4.00
Certificate Fees and Other Services	2.00	0.10	0.77	2.90 <sup>2</sup>	0.65
Out of Pocket Expenses	1.28	0.03	0.53	0.50	0.24

<sup>1</sup>includes ₹2.07 million paid to auditors other than Statutory Auditors

<sup>2</sup>excludes ₹0.95 million paid on behalf of Selling Shareholders

WSP

*[Signature]*

*[Signature]*

*[Signature]*

*[Signature]*







**INDEPENDENT AUDITOR'S EXAMINATION REPORT ON RESTATED FINANCIAL INFORMATION**

The Board of Directors  
Capital Small Finance Bank Limited  
Midas Corporate Park, 3<sup>rd</sup> Floor,  
37, G.T. Road,  
Jalandhar, Punjab- 144 001

Dear Sirs /Madams,

1. We have examined the attached Restated Financial Information of Capital Small Finance Bank Limited (the "Bank") comprising the Restated Statement of Assets and Liabilities as at September 30, 2023, September 30, 2022, March 31, 2023, 2022 and 2021, the Restated Statement of Profit & Loss, the Restated Statement of Cash Flows for the six months period ended September 30, 2023, September 30, 2022 and for each of the financial years ended March 31, 2023, 2022 and 2021, the summary statement of significant accounting policies and other explanatory information (collectively, the "Restated Financial Information") as approved by the Board of Directors of the Bank ("Board of Directors") at their meeting held on January 15, 2024, for the purpose of inclusion in the Red Herring Prospectus ("RHP") and the Prospectus, prepared and to be filed with the Registrar of Companies, Punjab and Chandigarh at Chandigarh ("RoC"), Securities and Exchange Board of India ("SEBI"), BSE Limited ("BSE") and National Stock Exchange of India Limited ("NSE" and together with BSE, the "Stock Exchanges") by the Bank in connection with its proposed Initial Public Offer of equity shares ("IPO") prepared in terms of requirements of:
  - a. Section 26 of Part I of Chapter III of The Companies Act, 2013, as amended (the "Act");
  - b. Relevant provisions of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations") as amended; and
  - c. The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ('ICAI'), as amended from time to time (the 'Guidance Note')
2. The Bank's management is responsible for the preparation of the Restated Financial Information which have been approved by the Board of Directors for the purpose of inclusion in the RHP and Prospectus to be filed with the the RoC, SEBI and Stock Exchanges in connection with the proposed IPO. The Restated Financial Information has been prepared by the management of the Bank on the basis of preparation stated in note 5.2 to the Restated Financial Information. The Board of Directors responsibility includes designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of the Restated Financial Information. The Board of Directors is also responsible for identifying and ensuring that the Bank complies with the Act, ICDR Regulations and the Guidance Note.
3. We have examined such Restated Financial Information taking into consideration:
  - a) The terms of reference and our engagement agreed with you vide our engagement letter dated July 05, 2023, in connection with the proposed IPO of the Bank;
  - b) The Guidance Note also requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI;
  - c) Concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Financial Information; and



- d) The requirements of Section 26 of the Act and applicable provisions of the ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act, the ICDR Regulations and the Guidance Note in connection with the Proposed IPO.

4. The Restated Financial Information have been compiled by the management from:

- a) The audited interim financial statements of the Bank as at and for the six months ended September 30, 2023 and September 30, 2022 prepared in accordance with the Accounting Standard (AS) 25 specified under section 133 of the Companies Act 2013, read with relevant rules issued thereunder to the extent applicable and other accounting principles generally accepted in India and the applicable requirements of Banking Regulation Act, 1949, which have been approved by board of Directors in their meeting held on January 15, 2024.
- b) The audited financial statements as at and for the years ended March 31, 2023, 2022 and 2021, prepared by the Bank in accordance with the requirements prescribed under the Banking Regulation Act, 1949, the circulars, directions and guidelines issued by RBI from time to time, accounting principles generally accepted in India including Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder to the extent applicable and other relevant provisions of the Act and current practices prevailing within the banking industry in India, which have been approved by the Board of Directors at their meetings held on May 19, 2023, May 13, 2022 and May 11, 2021 respectively

5. For the purpose of our examination, we have relied on

- a) Auditor's reports issued by us dated January 15, 2024 on the audited interim financial statements of the Bank as at and for the six months period ended September 30, 2023 and September 30, 2022, as referred in Paragraph 4 above.
- b) Auditor's reports issued by us, dated May 19, 2023 and May 13, 2022 on the audited financial statements of the Bank as at and for the year ended March 31, 2023 and March 31, 2022, respectively, as referred in Paragraph 4 above.
- c) Auditor's reports issued by previous auditor MSKC & Associates, dated May 11, 2021 on the audited financial statements of the Bank as at for the year ended March 31, 2021 as referred in Paragraph 4 above.

The audited financial statements for the year ended March 31, 2021 and the independent auditors' reports thereon issued by the previous auditors have been furnished to us by the Bank. We have examined and reported on the restated financial information for the year ended March 31, 2021. The adjustments in so far as it relates to the amounts, disclosures, material errors, regrouping, reclassification, etc., included in respect of the year ended March 31, 2021 is restricted to and based solely on the audited financial statements and auditor's reports issued by the previous auditor for such year. We have not performed any additional procedures other than those stated herein and do not accept any responsibility of whatsoever nature in this regard.

6. Our audit report on the interim financial statements for the six months period ended September 30, 2022 and for the year ended March 31, 2022 and previous auditor's report on financial statement for the year ended March 31, 2021 included the following Emphasis of matter paragraphs does not require any corrective adjustment in the Restated Financial Information:

***Emphasis of Matter – September 30, 2022***



We draw attention to Note 4.6 of the Schedule 18 to the financial statements, which describes that the extent to which any new wave of COVID-19 impacts the Bank's results is uncertain as it depends upon the future trajectory of the pandemic.

Our opinion is not modified in respect of this matter.

***Emphasis of Matter – March 31, 2022***

We draw attention to Note 4.6 to the financial statements, which describes that the extent to which any new wave of COVID-19 impacts the Bank's results is uncertain as it depends upon the future trajectory of the pandemic.

Our opinion is not modified in respect of this matter.

***Emphasis of Matter – March 31, 2021***

We draw attention to Note 3.3 of the Schedule 18 to the financial statements, which describes the extent to which the COVID-19 pandemic will continue to impact the Bank's financial statements will depend on future developments, which are uncertain.

Our opinion is not modified in respect of this matter.

7. Based on the above and according to the information and explanations given to us, we report that the Restated Financial Information:
  - a) has been prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping/reclassifications retrospectively in the financial years ended March 31, 2023, March 31, 2022, March 31, 2021 and six months ended September 30, 2022 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at and for the six months period ended September 30, 2023.
  - b) does not contain any qualifications in the auditors' reports on the audited financial statements of the Bank as at and for the six months period ended September 30, 2023 and September 30, 2022 and years ended March 31, 2023, 2022 and 2021; and Emphasis of matter paragraphs included in the auditors' report on the financial statements as at and for the six months period ended September 30, 2022 and for the year ended March 31, 2022 and March 31, 2021 which does not require any corrective adjustment in the Restated Financial Information have been disclosed in paragraph 2 of Annexure-4 to the Restated Financial Information.
  - c) have been prepared in accordance with the Act, ICDR Regulations and the Guidance Note.
8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements
9. The Restated Financial Information do not reflect the effects of events that occurred subsequent to the respective dates of the report on the audited financial statements mentioned in paragraph 5 above.
10. This report should not in any way be construed as a reissuance or re-dating of any of the previous audit reports issued by us or Previous Auditor, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
11. We have no responsibility to update our report for events and circumstances occurring after the date of the report.



12. Our report is intended solely for use of the Board of Directors for inclusion in the RHP and Prospectus to be filed with the RoC, SEBI and Stock Exchanges in connection with proposed IPO. Our report should not be used, referred to, or distributed for any other purpose except with our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

For **T R Chadha & Co LLP**

Chartered Accountants

Firm's Registration No.: 006711N/ N500028



**Hitesh Garg**

Partner

Membership No.: 502955

UDIN: 24502955BKEHSJ7869

Place: Noida

Date: 15/01/2024